

**SENATE  
STATE OF MINNESOTA  
NINETIETH SESSION**

**S.F. No. 2231**

(SENATE AUTHORS: NELSON)

DATE  
03/23/2017

D-PG  
1936

Introduction and first reading  
Referred to E-12 Finance

OFFICIAL STATUS

- 1.1 A bill for an act
- 1.2 relating to education finance; clarifying transition revenue; amending Minnesota
- 1.3 Statutes 2016, section 126C.10, subdivisions 31, 32, 33.
- 1.4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
- 1.5 Section 1. Minnesota Statutes 2016, section 126C.10, subdivision 31, is amended to read:
- 1.6 Subd. 31. **Transition revenue.** (a) A district's transition allowance for fiscal year 2018
- 1.7 and later equals the sum of the its transition revenue ~~the district would have received~~
- 1.8 allowance for fiscal year 2015 under Minnesota Statutes 2012, section 126C.10, subdivisions
- 1.9 31, 31a, and 31c, and the greater of zero or the difference between: 2017.
- 1.10 ~~(1) the sum of:~~
- 1.11 ~~(i) the general education revenue the district would have received for fiscal year 2015~~
- 1.12 ~~according to Minnesota Statutes 2012, section 126C.10;~~
- 1.13 ~~(ii) the integration revenue the district received for fiscal year 2013 under Minnesota~~
- 1.14 ~~Statutes 2012, section 124D.86;~~
- 1.15 ~~(iii) the pension adjustment the district would have received for fiscal year 2015 under~~
- 1.16 ~~Minnesota Statutes 2012, section 127A.50;~~
- 1.17 ~~(iv) the special education aid the district would have received for fiscal year 2015 under~~
- 1.18 ~~Minnesota Statutes 2012, section 125A.76; and~~
- 1.19 ~~(v) the special education excess cost aid the district would have received for fiscal year~~
- 1.20 ~~2015 under Minnesota Statutes 2012, section 125A.79; and~~
- 1.21 ~~(2) the sum of the district's:~~

(i) ~~general education revenue for fiscal year 2015 excluding transition revenue under this section;~~

(ii) ~~achievement and integration revenue for fiscal year 2015 under section 124D.862;~~

(iii) ~~special education aid for fiscal year 2015 under section 125A.76; and~~

(iv) ~~alternative teacher compensation revenue for fiscal year 2015 under section 122A.415;~~

~~divided by the number of adjusted pupil units for fiscal year 2015.~~

(b) A district's transition revenue ~~for fiscal year 2015 and later~~ equals the product of the district's transition allowance ~~times~~ and the district's adjusted pupil units.

Sec. 2. Minnesota Statutes 2016, section 126C.10, subdivision 32, is amended to read:

Subd. 32. **Transition levy.** To obtain transition revenue ~~for fiscal year 2015 and later~~, a district may levy an amount not more than the product of its transition revenue for the fiscal year ~~times~~ and the lesser of one or the ratio of its referendum market value per resident pupil unit to \$510,000.

Sec. 3. Minnesota Statutes 2016, section 126C.10, subdivision 33, is amended to read:

Subd. 33. **Transition aid.** (a) ~~For fiscal year 2004, a district's transition aid equals its transition revenue.~~

(b) ~~For fiscal year 2005 and later,~~ A district's transition aid equals its transition revenue minus its transition levy times the ratio of the actual amount levied to the permitted levy.