98TH GENERAL ASSEMBLY

State of Illinois

2013 and 2014

HB3305

by Rep. Joe Sosnowski

SYNOPSIS AS INTRODUCED:

105 ILCS 5/18-8.05

Amends the State aid formula provisions of the School Code with respect to equalized assessed valuation data. Removes language that provides that, with respect to any part of a school district within a redevelopment project area in respect to which a municipality has adopted tax increment allocation financing pursuant to the Tax Increment Allocation Redevelopment Act or the Industrial Jobs Recovery Law, no part of the current equalized assessed valuation of real property located in the project area that is attributable to an increase above the total initial equalized assessed valuation of the property shall be used as part of the equalized assessed valuation of the district until such time as all redevelopment project costs have been paid and that, for the purpose of the equalized assessed valuation of the district, the total initial equalized assessed valuation or the current equalized assessed valuation, whichever is lower, shall be used until such time as all redevelopment project costs have been paid. Effective July 1, 2013.

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FISCAL NOTE ACT MAY APPLY

A BILL FOR

1

AN ACT concerning education.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 5. The School Code is amended by changing Section
18-8.05 as follows:

6 (105 ILCS 5/18-8.05)

7 (Text of Section before amendment by P.A. 97-742)

8 Sec. 18-8.05. Basis for apportionment of general State 9 financial aid and supplemental general State aid to the common 10 schools for the 1998-1999 and subsequent school years.

11 (A) General Provisions.

(1) The provisions of this Section apply to the 1998-1999 12 13 and subsequent school years. The system of general State financial aid provided for in this Section is designed to 14 assure that, through a combination of State financial aid and 15 16 required local resources, the financial support provided each 17 pupil in Average Daily Attendance equals or exceeds a 18 prescribed per pupil Foundation Level. This formula approach 19 imputes a level of per pupil Available Local Resources and 20 provides for the basis to calculate a per pupil level of 21 general State financial aid that, when added to Available Local Resources, equals or exceeds the Foundation Level. The amount 22

of per pupil general State financial aid for school districts, in general, varies in inverse relation to Available Local Resources. Per pupil amounts are based upon each school district's Average Daily Attendance as that term is defined in this Section.

6 (2) In addition to general State financial aid, school districts with specified levels or concentrations of pupils 7 8 from low income households are eligible to receive supplemental 9 general State financial aid grants as provided pursuant to 10 subsection (H). The supplemental State aid grants provided for 11 school districts under subsection (H) shall be appropriated for 12 distribution to school districts as part of the same line item in which the general State financial aid of school districts is 13 14 appropriated under this Section.

(3) To receive financial assistance under this Section,
school districts are required to file claims with the State
Board of Education, subject to the following requirements:

(a) Any school district which fails for any given 18 19 school year to maintain school as required by law, or to 20 maintain a recognized school is not eligible to file for 21 such school year any claim upon the Common School Fund. In 22 case of nonrecognition of one or more attendance centers in 23 a school district otherwise operating recognized schools, claim of the district shall be reduced 24 the in the 25 proportion which the Average Daily Attendance in the 26 attendance center or centers bear to the Average Daily - 3 - LRB098 08814 NHT 38940 b

Attendance in the school district. A "recognized school" 1 2 means any public school which meets the standards as 3 established for recognition by the State Board of Education. A school district or attendance center not 4 5 having recognition status at the end of a school term is entitled to receive State aid payments due upon a legal 6 claim which was filed while it was recognized. 7

8 (b) School district claims filed under this Section are 9 subject to Sections 18-9 and 18-12, except as otherwise 10 provided in this Section.

11 (c) If a school district operates a full year school 12 under Section 10-19.1, the general State aid to the school 13 district shall be determined by the State Board of 14 Education in accordance with this Section as near as may be 15 applicable.

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(d) (Blank).

17 (4) Except as provided in subsections (H) and (L), the 18 board of any district receiving any of the grants provided for 19 in this Section may apply those funds to any fund so received 20 for which that board is authorized to make expenditures by law.

21 School districts are not required to exert a minimum 22 Operating Tax Rate in order to qualify for assistance under 23 this Section.

(5) As used in this Section the following terms, whencapitalized, shall have the meaning ascribed herein:

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(a) "Average Daily Attendance": A count of pupil

attendance in school, averaged as provided for in
 subsection (C) and utilized in deriving per pupil financial
 support levels.

4 (b) "Available Local Resources": A computation of 5 local financial support, calculated on the basis of Average 6 Daily Attendance and derived as provided pursuant to 7 subsection (D).

8 (c) "Corporate Personal Property Replacement Taxes": 9 Funds paid to local school districts pursuant to "An Act in 10 relation to the abolition of ad valorem personal property 11 tax and the replacement of revenues lost thereby, and 12 amending and repealing certain Acts and parts of Acts in 13 connection therewith", certified August 14, 1979, as 14 amended (Public Act 81-1st S.S.-1).

15 (d) "Foundation Level": A prescribed level of per pupil
16 financial support as provided for in subsection (B).

(e) "Operating Tax Rate": All school district property
taxes extended for all purposes, except Bond and Interest,
Summer School, Rent, Capital Improvement, and Vocational
Education Building purposes.

21 (B) Foundation Level.

(1) The Foundation Level is a figure established by the State representing the minimum level of per pupil financial support that should be available to provide for the basic education of each pupil in Average Daily Attendance. As set 1 forth in this Section, each school district is assumed to exert 2 a sufficient local taxing effort such that, in combination with 3 the aggregate of general State financial aid provided the 4 district, an aggregate of State and local resources are 5 available to meet the basic education needs of pupils in the 6 district.

(2) For the 1998-1999 school year, the Foundation Level of 7 8 support is \$4,225. For the 1999-2000 school year, the 9 Foundation Level of support is \$4,325. For the 2000-2001 school 10 year, the Foundation Level of support is \$4,425. For the 11 2001-2002 school year and 2002-2003 school year, the Foundation 12 Level of support is \$4,560. For the 2003-2004 school year, the 13 Foundation Level of support is \$4,810. For the 2004-2005 school year, the Foundation Level of support is \$4,964. For the 14 15 2005-2006 school year, the Foundation Level of support is 16 \$5,164. For the 2006-2007 school year, the Foundation Level of 17 support is \$5,334. For the 2007-2008 school year, the Foundation Level of support is \$5,734. For the 2008-2009 school 18 19 year, the Foundation Level of support is \$5,959.

20 (3) For the 2009-2010 school year and each school year 21 thereafter, the Foundation Level of support is \$6,119 or such 22 greater amount as may be established by law by the General 23 Assembly.

24 (C) Average Daily Attendance.

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(1) For purposes of calculating general State aid pursuant

to subsection (E), an Average Daily Attendance figure shall be 1 2 utilized. The Average Daily Attendance figure for formula 3 calculation purposes shall be the monthly average of the actual number of pupils in attendance of each school district, as 4 5 further averaged for the best 3 months of pupil attendance for 6 each school district. In compiling the figures for the number 7 of pupils in attendance, school districts and the State Board 8 of Education shall, for purposes of general State aid funding, 9 conform attendance figures to the requirements of subsection 10 (F).

11 (2)The Average Daily Attendance figures utilized in 12 subsection (E) shall be the requisite attendance data for the 13 school year immediately preceding the school year for which general State aid is being calculated or the average of the 14 15 attendance data for the 3 preceding school years, whichever is greater. The Average Daily Attendance figures utilized in 16 17 subsection (H) shall be the requisite attendance data for the school year immediately preceding the school year for which 18 19 general State aid is being calculated.

20 (D) Available Local Resources.

(1) For purposes of calculating general State aid pursuant
to subsection (E), a representation of Available Local
Resources per pupil, as that term is defined and determined in
this subsection, shall be utilized. Available Local Resources
per pupil shall include a calculated dollar amount representing

local school district revenues from local property taxes and
 from Corporate Personal Property Replacement Taxes, expressed
 on the basis of pupils in Average Daily Attendance. Calculation
 of Available Local Resources shall exclude any tax amnesty
 funds received as a result of Public Act 93-26.

6 (2) In determining a school district's revenue from local 7 property taxes, the State Board of Education shall utilize the 8 equalized assessed valuation of all taxable property of each 9 school district as of September 30 of the previous year. The 10 equalized assessed valuation utilized shall be obtained and 11 determined as provided in subsection (G).

12 (3) For school districts maintaining grades kindergarten 13 through 12, local property tax revenues per pupil shall be 14 calculated as the product of the applicable equalized assessed 15 valuation for the district multiplied by 3.00%, and divided by 16 the district's Average Daily Attendance figure. For school 17 districts maintaining grades kindergarten through 8, local property tax revenues per pupil shall be calculated as the 18 product of the applicable equalized assessed valuation for the 19 district multiplied by 2.30%, and divided by the district's 20 Daily Attendance 21 Average figure. For school districts 22 maintaining grades 9 through 12, local property tax revenues 23 per pupil shall be the applicable equalized assessed valuation of the district multiplied by 1.05%, and divided by the 24 25 district's Average Daily Attendance figure.

26 For partial elementary unit districts created pursuant to

Article 11E of this Code, local property tax revenues per pupil 1 shall be calculated as the product of the equalized assessed 2 valuation for property within the partial elementary unit 3 district for elementary purposes, as defined in Article 11E of 4 5 this Code, multiplied by 2.06% and divided by the district's 6 Average Daily Attendance figure, plus the product of the 7 equalized assessed valuation for property within the partial elementary unit district for high school purposes, as defined 8 9 in Article 11E of this Code, multiplied by 0.94% and divided by 10 the district's Average Daily Attendance figure.

11 (4) The Corporate Personal Property Replacement Taxes paid 12 to each school district during the calendar year one year before the calendar year in which a school year begins, divided 13 by the Average Daily Attendance figure for that district, shall 14 15 be added to the local property tax revenues per pupil as 16 derived by the application of the immediately preceding 17 paragraph (3). The sum of these per pupil figures for each school district shall constitute Available Local Resources as 18 19 that term is utilized in subsection (E) in the calculation of 20 general State aid.

21 (E) Computation of General State Aid.

(1) For each school year, the amount of general State aid
allotted to a school district shall be computed by the State
Board of Education as provided in this subsection.

25 (2) For any school district for which Available Local

Resources per pupil is less than the product of 0.93 times the Foundation Level, general State aid for that district shall be calculated as an amount equal to the Foundation Level minus Available Local Resources, multiplied by the Average Daily Attendance of the school district.

(3) For any school district for which Available Local 6 7 Resources per pupil is equal to or greater than the product of 0.93 times the Foundation Level and less than the product of 8 9 1.75 times the Foundation Level, the general State aid per 10 pupil shall be a decimal proportion of the Foundation Level 11 derived using a linear algorithm. Under this linear algorithm, 12 the calculated general State aid per pupil shall decline in 13 direct linear fashion from 0.07 times the Foundation Level for a school district with Available Local Resources equal to the 14 15 product of 0.93 times the Foundation Level, to 0.05 times the 16 Foundation Level for a school district with Available Local 17 Resources equal to the product of 1.75 times the Foundation Level. The allocation of general State aid for school districts 18 subject to this paragraph 3 shall be the calculated general 19 20 State aid per pupil figure multiplied by the Average Daily Attendance of the school district. 21

(4) For any school district for which Available Local Resources per pupil equals or exceeds the product of 1.75 times the Foundation Level, the general State aid for the school district shall be calculated as the product of \$218 multiplied by the Average Daily Attendance of the school district.

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(5) The amount of general State aid allocated to a school 1 2 district for the 1999-2000 school year meeting the requirements 3 set forth in paragraph (4) of subsection (G) shall be increased by an amount equal to the general State aid that would have 4 5 been received by the district for the 1998-1999 school year by Extension 6 utilizing the Limitation Equalized Assessed 7 Valuation as calculated in paragraph (4) of subsection (G) less the general State aid allotted for the 1998-1999 school year. 8 9 This amount shall be deemed a one time increase, and shall not 10 affect any future general State aid allocations.

11 (F) Compilation of Average Daily Attendance.

12 (1) Each school district shall, by July 1 of each year, 13 submit to the State Board of Education, on forms prescribed by 14 the State Board of Education, attendance figures for the school 15 year that began in the preceding calendar year. The attendance 16 information so transmitted shall identify the average daily attendance figures for each month of the school year. Beginning 17 with the general State aid claim form for the 2002-2003 school 18 19 year, districts shall calculate Average Daily Attendance as provided in subdivisions (a), (b), and (c) of this paragraph 20 21 (1).

(a) In districts that do not hold year-round classes,
days of attendance in August shall be added to the month of
September and any days of attendance in June shall be added
to the month of May.

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(b) In districts in which all buildings hold year-round 1 classes, days of attendance in July and August shall be added to the month of September and any days of attendance in June shall be added to the month of May.

5 (c) In districts in which some buildings, but not all, 6 hold year-round classes, for the non-year-round buildings, days of attendance in August shall be added to the month of 7 8 September and any days of attendance in June shall be added 9 to the month of May. The average daily attendance for the 10 year-round buildings shall be computed as provided in 11 subdivision (b) of this paragraph (1). To calculate the 12 Average Daily Attendance for the district, the average daily attendance for the year-round buildings shall be 13 14 multiplied by the days in session for the non-year-round buildings for each month and added to the monthly 15 16 attendance of the non-year-round buildings.

17 Except as otherwise provided in this Section, days of attendance by pupils shall be counted only for sessions of not 18 less than 5 clock hours of school work per day under direct 19 20 supervision of: (i) teachers, or (ii) non-teaching personnel or volunteer personnel when engaging in non-teaching duties and 21 22 supervising in those instances specified in subsection (a) of 23 Section 10-22.34 and paragraph 10 of Section 34-18, with pupils of legal school age and in kindergarten and grades 1 through 24 25 12.

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Days of attendance by tuition pupils shall be accredited

1 only to the districts that pay the tuition to a recognized 2 school.

3 (2) Days of attendance by pupils of less than 5 clock hours
4 of school shall be subject to the following provisions in the
5 compilation of Average Daily Attendance.

(a) Pupils regularly enrolled in a public school for 6 7 only a part of the school day may be counted on the basis of 1/6 day for every class hour of instruction of 40 8 9 minutes or more attended pursuant to such enrollment, 10 unless a pupil is enrolled in a block-schedule format of 80 11 minutes or more of instruction, in which case the pupil may 12 be counted on the basis of the proportion of minutes of school work completed each day to the minimum number of 13 14 minutes that school work is required to be held that day.

(b) Days of attendance may be less than 5 clock hours on the opening and closing of the school term, and upon the first day of pupil attendance, if preceded by a day or days utilized as an institute or teachers' workshop.

(c) A session of 4 or more clock hours may be counted
as a day of attendance upon certification by the regional
superintendent, and approved by the State Superintendent
of Education to the extent that the district has been
forced to use daily multiple sessions.

(d) A session of 3 or more clock hours may be counted
as a day of attendance (1) when the remainder of the school
day or at least 2 hours in the evening of that day is

1 utilized for an in-service training program for teachers, 2 up to a maximum of 5 days per school year, provided a 3 district conducts an in-service training program for teachers in accordance with Section 10-22.39 of this Code; 4 5 or, in lieu of 4 such days, 2 full days may be used, in 6 which event each such day may be counted as a day required 7 for a legal school calendar pursuant to Section 10-19 of 8 this Code; (1.5) when, of the 5 days allowed under item 9 (1), a maximum of 4 days are used for parent-teacher 10 conferences, or, in lieu of 4 such days, 2 full days are 11 used, in which case each such day may be counted as a 12 calendar day required under Section 10-19 of this Code, provided that the full-day, parent-teacher conference 13 14 consists of (i) а minimum of 5 clock hours of 15 parent-teacher conferences, (ii) both a minimum of 2 clock 16 hours of parent-teacher conferences held in the evening 17 following a full day of student attendance, as specified in subsection (F)(1)(c), and a minimum of 3 clock hours of 18 19 parent-teacher conferences held on the day immediately 20 following evening parent-teacher conferences, or (iii) 21 multiple parent-teacher conferences held in the evenings 22 following full days of student attendance, as specified in 23 subsection (F)(1)(c), in which the time used for the 24 parent-teacher conferences is equivalent to a minimum of 5 25 clock hours; and (2) when days in addition to those 26 provided in items (1) and (1.5) are scheduled by a school

1 pursuant to its school improvement plan adopted under 2 Article 34 or its revised or amended school improvement 3 plan adopted under Article 2, provided that (i) such sessions of 3 or more clock hours are scheduled to occur at 4 5 regular intervals, (ii) the remainder of the school days in which such sessions occur are utilized for in-service 6 7 training programs or other staff development activities 8 for teachers, and (iii) a sufficient number of minutes of 9 school work under the direct supervision of teachers are 10 added to the school days between such regularly scheduled 11 sessions to accumulate not less than the number of minutes 12 by which such sessions of 3 or more clock hours fall short of 5 clock hours. Any full days used for the purposes of 13 14 this paragraph shall not be considered for computing 15 average daily attendance. Days scheduled for in-service 16 training programs, staff development activities, or 17 parent-teacher conferences may be scheduled separately for different grade levels and different attendance centers of 18 19 the district.

(e) A session of not less than one clock hour of teaching hospitalized or homebound pupils on-site or by telephone to the classroom may be counted as 1/2 day of attendance, however these pupils must receive 4 or more clock hours of instruction to be counted for a full day of attendance.

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(f) A session of at least 4 clock hours may be counted

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as a day of attendance for first grade pupils, and pupils in full day kindergartens, and a session of 2 or more hours may be counted as 1/2 day of attendance by pupils in kindergartens which provide only 1/2 day of attendance.

5 (g) For children with disabilities who are below the 6 age of 6 years and who cannot attend 2 or more clock hours 7 because of their disability or immaturity, a session of not 8 less than one clock hour may be counted as 1/2 day of 9 attendance; however for such children whose educational 10 needs so require a session of 4 or more clock hours may be 11 counted as a full day of attendance.

12 (h) A recognized kindergarten which provides for only 1/2 day of attendance by each pupil shall not have more 13 14 than 1/2 day of attendance counted in any one day. However, 15 kindergartens may count 2 1/2 days of attendance in any 5 16 consecutive school days. When a pupil attends such a 17 kindergarten for 2 half days on any one school day, the pupil shall have the following day as a day absent from 18 school, unless the school district obtains permission in 19 20 writing from the State Superintendent of Education. 21 Attendance at kindergartens which provide for a full day of 22 attendance by each pupil shall be counted the same as 23 attendance by first grade pupils. Only the first year of 24 attendance in one kindergarten shall be counted, except in 25 case of children who entered the kindergarten in their 26 fifth year whose educational development requires a second

1 2 year of kindergarten as determined under the rules and regulations of the State Board of Education.

3 (i) On the days when the Prairie State Achievement Examination is administered under subsection 4 (c) of 5 Section 2-3.64 of this Code, the day of attendance for a 6 pupil whose school day must be shortened to accommodate 7 required testing procedures may be less than 5 clock hours 8 and shall be counted towards the 176 days of actual pupil 9 attendance required under Section 10-19 of this Code, 10 provided that a sufficient number of minutes of school work 11 in excess of 5 clock hours are first completed on other 12 school days to compensate for the loss of school work on 13 the examination days.

14 (j) Pupils enrolled in a remote educational program 15 established under Section 10-29 of this Code may be counted 16 on the basis of one-fifth day of attendance for every clock 17 hour of instruction attended in the remote educational program, provided that, in any month, the school district 18 19 may not claim for a student enrolled in a remote 20 educational program more days of attendance than the 21 maximum number of days of attendance the district can claim 22 (i) for students enrolled in a building holding year-round 23 classes if the student is classified as participating in 24 the remote educational program on a year-round schedule or 25 (ii) for students enrolled in a building not holding 26 year-round classes if the student is not classified as

participating in the remote educational program on a year-round schedule.

3 (G) Equalized Assessed Valuation Data.

4 (1) For purposes of the calculation of Available Local 5 Resources required pursuant to subsection (D), the State Board 6 of Education shall secure from the Department of Revenue the 7 value as equalized or assessed by the Department of Revenue of 8 all taxable property of every school district, together with 9 (i) the applicable tax rate used in extending taxes for the 10 funds of the district as of September 30 of the previous year 11 and (ii) the limiting rate for all school districts subject to 12 property tax extension limitations as imposed under the 13 Property Tax Extension Limitation Law.

14 The Department of Revenue shall add to the equalized 15 assessed value of all taxable property of each school district 16 situated entirely or partially within a county that is or was subject to the provisions of Section 15-176 or 15-177 of the 17 18 Property Tax Code (a) an amount equal to the total amount by 19 which the homestead exemption allowed under Section 15-176 or 20 15-177 of the Property Tax Code for real property situated in 21 that school district exceeds the total amount that would have 22 been allowed in that school district if the maximum reduction under Section 15-176 was (i) \$4,500 in Cook County or \$3,500 in 23 24 all other counties in tax year 2003 or (ii) \$5,000 in all counties in tax year 2004 and thereafter and (b) an amount 25

equal to the aggregate amount for the taxable year of all 1 2 additional exemptions under Section 15-175 of the Property Tax Code for owners with a household income of \$30,000 or less. The 3 county clerk of any county that is or was subject to the 4 5 provisions of Section 15-176 or 15-177 of the Property Tax Code 6 shall annually calculate and certify to the Department of Revenue for each school district all homestead exemption 7 amounts under Section 15-176 or 15-177 of the Property Tax Code 8 9 and all amounts of additional exemptions under Section 15-175 10 of the Property Tax Code for owners with a household income of 11 \$30,000 or less. It is the intent of this paragraph that if the 12 general homestead exemption for a parcel of property is 13 determined under Section 15-176 or 15-177 of the Property Tax Code rather than Section 15-175, then the calculation of 14 15 Available Local Resources shall not be affected by the 16 difference, if any, between the amount of the general homestead 17 exemption allowed for that parcel of property under Section 15-176 or 15-177 of the Property Tax Code and the amount that 18 19 would have been allowed had the general homestead exemption for 20 that parcel of property been determined under Section 15-175 of the Property Tax Code. It is further the intent of this 21 22 paragraph that if additional exemptions are allowed under 23 Section 15-175 of the Property Tax Code for owners with a household income of less than \$30,000, then the calculation of 24 25 Available Local Resources shall not be affected by the 26 difference, if any, because of those additional exemptions.

1 This equalized assessed valuation, as adjusted further by 2 the requirements of this subsection, shall be utilized in the 3 calculation of Available Local Resources.

4 (2) The equalized assessed valuation in paragraph (1) shall 5 be adjusted, as applicable, in the following manner: (a) For the purposes of calculating State aid under this Section, with 6 7 respect to any part of a school district within a redevelopment project area in respect to which a municipality has adopted tax 8 9 increment allocation financing pursuant to the Tax Increment 10 Allocation Redevelopment Act, Sections 11 74.4 1 through 11 11-74.4-11 of the Illinois Municipal Code or the Industrial 12 Jobs Recovery Law, Sections 11-74.6-1 through 11-74.6-50 of the Illinois Municipal Code, no part of the current equalized 13 assessed valuation of real property located in any such project 14 area which is attributable to an increase above the total 15 16 initial equalized assessed valuation of such property shall be 17 used as part of the equalized assessed valuation of the district, until such time as all redevelopment project costs 18 have been paid, as provided in Section 11 74.4 8 of the Tax 19 20 Increment Allocation Redevelopment Act or in Section 21 11-74.6-35 of the Industrial Jobs Recovery Law. For the purpose 22 of the equalized assessed valuation of the district, the total 23 initial equalized assessed valuation or the current equalized assessed valuation, whichever is lower, shall be used until 24 25 such time as all redevelopment project costs have been paid. 26 (b) The real property equalized assessed valuation for a school

district shall be adjusted by subtracting from the real 1 2 property value as equalized or assessed by the Department of Revenue for the district an amount computed by dividing the 3 amount of any abatement of taxes under Section 18-170 of the 4 5 Property Tax Code by 3.00% for a district maintaining grades 6 kindergarten through 12, by 2.30% for a district maintaining grades kindergarten through 8, or by 1.05% for a district 7 8 maintaining grades 9 through 12 and adjusted by an amount 9 computed by dividing the amount of any abatement of taxes under 10 subsection (a) of Section 18-165 of the Property Tax Code by 11 the same percentage rates for district type as specified in 12 this subparagraph (b).

13 (3) For the 1999-2000 school year and each school year 14 thereafter, if a school district meets all of the criteria of 15 this subsection (G)(3), the school district's Available Local 16 Resources shall be calculated under subsection (D) using the 17 district's Extension Limitation Equalized Assessed Valuation 18 as calculated under this subsection (G)(3).

19 For purposes of this subsection (G) (3) the following terms 20 shall have the following meanings:

21 "Budget Year": The school year for which general State22 aid is calculated and awarded under subsection (E).

"Base Tax Year": The property tax levy year used tocalculate the Budget Year allocation of general State aid.

25 "Preceding Tax Year": The property tax levy year
 26 immediately preceding the Base Tax Year.

"Base Tax Year's Tax Extension": The product of the
equalized assessed valuation utilized by the County Clerk
in the Base Tax Year multiplied by the limiting rate as
calculated by the County Clerk and defined in the Property
Tax Extension Limitation Law.

6 "Preceding Tax Year's Tax Extension": The product of 7 the equalized assessed valuation utilized by the County 8 Clerk in the Preceding Tax Year multiplied by the Operating 9 Tax Rate as defined in subsection (A).

10 "Extension Limitation Ratio": A numerical ratio, 11 certified by the County Clerk, in which the numerator is 12 the Base Tax Year's Tax Extension and the denominator is 13 the Preceding Tax Year's Tax Extension.

14 "Operating Tax Rate": The operating tax rate as defined15 in subsection (A).

16 If a school district is subject to property tax extension 17 imposed under the Property Tax Extension limitations as Limitation Law, the State Board of Education shall calculate 18 19 the Extension Limitation Equalized Assessed Valuation of that 20 district. For the 1999-2000 school year, the Extension Limitation Equalized Assessed Valuation of a school district as 21 22 calculated by the State Board of Education shall be equal to 23 the product of the district's 1996 Equalized Assessed Valuation 24 and the district's Extension Limitation Ratio. Except as 25 otherwise provided in this paragraph for a school district that 26 has approved or does approve an increase in its limiting rate,

for the 2000-2001 school year and each school year thereafter, 1 2 the Extension Limitation Equalized Assessed Valuation of a school district as calculated by the State Board of Education 3 shall be equal to the product of the Equalized Assessed 4 5 Valuation last used in the calculation of general State aid and the district's Extension Limitation Ratio. If the Extension 6 7 Limitation Equalized Assessed Valuation of a school district as calculated under this subsection (G)(3) is less than the 8 9 district's equalized assessed valuation as calculated pursuant 10 to subsections (G)(1) and (G)(2), then for purposes of 11 calculating the district's general State aid for the Budget 12 Year pursuant to subsection (E), that Extension Limitation 13 Equalized Assessed Valuation shall be utilized to calculate the 14 district's Available Local Resources under subsection (D). For 15 the 2009-2010 school year and each school year thereafter, if a 16 school district has approved or does approve an increase in its 17 limiting rate, pursuant to Section 18-190 of the Property Tax Code, affecting the Base Tax Year, the Extension Limitation 18 Equalized Assessed Valuation of the school district, 19 as 20 calculated by the State Board of Education, shall be equal to the product of the Equalized Assessed Valuation last used in 21 22 the calculation of general State aid times an amount equal to 23 one plus the percentage increase, if any, in the Consumer Price Index for all Urban Consumers for all items published by the 24 25 United States Department of Labor for the 12-month calendar 26 year preceding the Base Tax Year, plus the Equalized Assessed

Valuation of new property, annexed property, and recovered tax increment value and minus the Equalized Assessed Valuation of disconnected property. New property and recovered tax increment value shall have the meanings set forth in the Property Tax Extension Limitation Law.

6 Partial elementary unit districts created in accordance 7 with Article 11E of this Code shall not be eligible for the 8 adjustment in this subsection (G)(3) until the fifth year 9 following the effective date of the reorganization.

10 (3.5) For the 2010-2011 school year and each school year 11 thereafter, if a school district's boundaries span multiple 12 counties, then the Department of Revenue shall send to the 13 State Board of Education, for the purpose of calculating 14 general State aid, the limiting rate and individual rates by 15 purpose for the county that contains the majority of the school 16 district's Equalized Assessed Valuation.

17 (4) For the purposes of calculating general State aid for 1999-2000 school year only, if 18 the а school district 19 experienced a triennial reassessment on the equalized assessed 20 valuation used in calculating its general State financial aid apportionment for the 1998-1999 school year, the State Board of 21 22 Education shall calculate the Extension Limitation Equalized 23 Assessed Valuation that would have been used to calculate the district's 1998-1999 general State aid. This amount shall equal 24 25 the product of the equalized assessed valuation used to 26 calculate general State aid for the 1997-1998 school year and

the district's Extension Limitation Ratio. If the Extension 1 2 Limitation Equalized Assessed Valuation of the school district 3 as calculated under this paragraph (4) is less than the district's equalized assessed valuation utilized 4 in 5 calculating the district's 1998-1999 general State aid allocation, then for purposes of calculating the district's 6 7 general State aid pursuant to paragraph (5) of subsection (E), that Extension Limitation Equalized Assessed Valuation shall 8 9 be utilized to calculate the district's Available Local 10 Resources.

11 (5) For school districts having a majority of their 12 equalized assessed valuation in any county except Cook, DuPage, 13 Kane, Lake, McHenry, or Will, if the amount of general State aid allocated to the school district for the 1999-2000 school 14 year under the provisions of subsection (E), (H), and (J) of 15 16 this Section is less than the amount of general State aid 17 allocated to the district for the 1998-1999 school year under these subsections, then the general State aid of the district 18 19 for the 1999-2000 school year only shall be increased by the 20 difference between these amounts. The total payments made under this paragraph (5) shall not exceed \$14,000,000. Claims shall 21 22 be prorated if they exceed \$14,000,000.

23 (H) Supplemental General State Aid.

(1) In addition to the general State aid a school districtis allotted pursuant to subsection (E), qualifying school

districts shall receive a grant, paid in conjunction with a 1 2 district's payments of general State aid, for supplemental 3 general State aid based upon the concentration level of children from low-income households within the school 4 5 district. Supplemental State aid grants provided for school 6 districts under this subsection shall be appropriated for 7 distribution to school districts as part of the same line item 8 in which the general State financial aid of school districts is 9 appropriated under this Section.

10 (1.5) This paragraph (1.5) applies only to those school 11 years preceding the 2003-2004 school year. For purposes of this 12 subsection (H), the term "Low-Income Concentration Level" 13 shall be the low-income eligible pupil count from the most 14 recently available federal census divided by the Average Daily Attendance of the school district. If, however, (i) the 15 16 percentage decrease from the 2 most recent federal censuses in 17 the low-income eligible pupil count of a high school district with fewer than 400 students exceeds by 75% or more the 18 19 percentage change in the total low-income eligible pupil count of contiguous elementary school districts, whose boundaries 20 are coterminous with the high school district, or (ii) a high 21 22 school district within 2 counties and serving 5 elementary 23 school districts, whose boundaries are coterminous with the 24 high school district, has a percentage decrease from the 2 most 25 recent federal censuses in the low-income eligible pupil count 26 and there is a percentage increase in the total low-income

eligible pupil count of a majority of the elementary school 1 2 districts in excess of 50% from the 2 most recent federal censuses, then the high school district's low-income eligible 3 pupil count from the earlier federal census shall be the number 4 5 used as the low-income eligible pupil count for the high school 6 district, for purposes of this subsection (H). The changes made 7 to this paragraph (1) by Public Act 92-28 shall apply to 8 supplemental general State aid grants for school years 9 preceding the 2003-2004 school year that are paid in fiscal 10 year 1999 or thereafter and to any State aid payments made in 11 fiscal year 1994 through fiscal year 1998 pursuant to 12 subsection 1(n) of Section 18-8 of this Code (which was 13 repealed on July 1, 1998), and any high school district that is affected by Public Act 92-28 is entitled to a recomputation of 14 15 its supplemental general State aid grant or State aid paid in 16 any of those fiscal years. This recomputation shall not be 17 affected by any other funding.

(1.10) This paragraph (1.10) applies to the 2003-2004 18 school year and each school year thereafter. For purposes of 19 20 this subsection (H), the term "Low-Income Concentration Level" shall, for each fiscal year, be the low-income eligible pupil 21 22 count as of July 1 of the immediately preceding fiscal year (as 23 determined by the Department of Human Services based on the number of pupils who are eligible for at least one of the 24 25 following low income programs: Medicaid, the Children's Health 26 Insurance Program, TANF, or Food Stamps, excluding pupils who

are eligible for services provided by the Department of Children and Family Services, averaged over the 2 immediately preceding fiscal years for fiscal year 2004 and over the 3 immediately preceding fiscal years for each fiscal year thereafter) divided by the Average Daily Attendance of the school district.

7 (2) Supplemental general State aid pursuant to this
8 subsection (H) shall be provided as follows for the 1998-1999,
9 1999-2000, and 2000-2001 school years only:

10 (a) For any school district with a Low Income 11 Concentration Level of at least 20% and less than 35%, the 12 grant for any school year shall be \$800 multiplied by the 13 low income eligible pupil count.

(b) For any school district with a Low Income Concentration Level of at least 35% and less than 50%, the grant for the 1998-1999 school year shall be \$1,100 multiplied by the low income eligible pupil count.

18 (c) For any school district with a Low Income 19 Concentration Level of at least 50% and less than 60%, the 20 grant for the 1998-99 school year shall be \$1,500 21 multiplied by the low income eligible pupil count.

(d) For any school district with a Low Income
Concentration Level of 60% or more, the grant for the
1998-99 school year shall be \$1,900 multiplied by the low
income eligible pupil count.

(e) For the 1999-2000 school year, the per pupil amount

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specified in subparagraphs (b), (c), and (d) immediately above shall be increased to \$1,243, \$1,600, and \$2,000, respectively.

4 (f) For the 2000-2001 school year, the per pupil
5 amounts specified in subparagraphs (b), (c), and (d)
6 immediately above shall be \$1,273, \$1,640, and \$2,050,
7 respectively.

8 (2.5) Supplemental general State aid pursuant to this 9 subsection (H) shall be provided as follows for the 2002-2003 10 school year:

(a) For any school district with a Low Income Concentration Level of less than 10%, the grant for each school year shall be \$355 multiplied by the low income eligible pupil count.

(b) For any school district with a Low Income
Concentration Level of at least 10% and less than 20%, the
grant for each school year shall be \$675 multiplied by the
low income eligible pupil count.

19 (c) For any school district with a Low Income 20 Concentration Level of at least 20% and less than 35%, the 21 grant for each school year shall be \$1,330 multiplied by 22 the low income eligible pupil count.

(d) For any school district with a Low Income
Concentration Level of at least 35% and less than 50%, the
grant for each school year shall be \$1,362 multiplied by
the low income eligible pupil count.

1 (e) For any school district with a Low Income 2 Concentration Level of at least 50% and less than 60%, the 3 grant for each school year shall be \$1,680 multiplied by 4 the low income eligible pupil count.

5 (f) For any school district with a Low Income 6 Concentration Level of 60% or more, the grant for each 7 school year shall be \$2,080 multiplied by the low income 8 eligible pupil count.

9 (2.10) Except as otherwise provided, supplemental general 10 State aid pursuant to this subsection (H) shall be provided as 11 follows for the 2003-2004 school year and each school year 12 thereafter:

(a) For any school district with a Low Income
Concentration Level of 15% or less, the grant for each
school year shall be \$355 multiplied by the low income
eligible pupil count.

(b) For any school district with a Low Income Concentration Level greater than 15%, the grant for each school year shall be \$294.25 added to the product of \$2,700 and the square of the Low Income Concentration Level, all multiplied by the low income eligible pupil count.

For the 2003-2004 school year and each school year thereafter through the 2008-2009 school year only, the grant shall be no less than the grant for the 2002-2003 school year. For the 2009-2010 school year only, the grant shall be no less than the grant for the 2002-2003 school year multiplied by

1 0.66. For the 2010-2011 school year only, the grant shall be no
2 less than the grant for the 2002-2003 school year multiplied by
3 0.33. Notwithstanding the provisions of this paragraph to the
4 contrary, if for any school year supplemental general State aid
5 grants are prorated as provided in paragraph (1) of this
6 subsection (H), then the grants under this paragraph shall be
7 prorated.

8 For the 2003-2004 school year only, the grant shall be no 9 greater than the grant received during the 2002-2003 school 10 year added to the product of 0.25 multiplied by the difference 11 between the grant amount calculated under subsection (a) or (b) 12 of this paragraph (2.10), whichever is applicable, and the 13 grant received during the 2002-2003 school year. For the 14 2004-2005 school year only, the grant shall be no greater than the grant received during the 2002-2003 school year added to 15 16 the product of 0.50 multiplied by the difference between the 17 grant amount calculated under subsection (a) or (b) of this paragraph (2.10), whichever is applicable, and the grant 18 received during the 2002-2003 school year. For the 2005-2006 19 20 school year only, the grant shall be no greater than the grant received during the 2002-2003 school year added to the product 21 22 of 0.75 multiplied by the difference between the grant amount 23 calculated under subsection (a) or (b) of this paragraph (2.10), whichever is applicable, and the grant received during 24 25 the 2002-2003 school year.

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(3) School districts with an Average Daily Attendance of

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more than 1,000 and less than 50,000 that qualify for 1 2 supplemental general State aid pursuant to this subsection shall submit a plan to the State Board of Education prior to 3 October 30 of each year for the use of the funds resulting from 4 5 this grant of supplemental general State aid for the improvement of instruction in which priority is given to 6 7 meeting the education needs of disadvantaged children. Such 8 be submitted in accordance with rules plan shall and 9 regulations promulgated by the State Board of Education.

(4) School districts with an Average Daily Attendance of 50,000 or more that qualify for supplemental general State aid pursuant to this subsection shall be required to distribute from funds available pursuant to this Section, no less than \$261,000,000 in accordance with the following requirements:

(a) The required amounts shall be distributed to the
attendance centers within the district in proportion to the
number of pupils enrolled at each attendance center who are
eligible to receive free or reduced-price lunches or
breakfasts under the federal Child Nutrition Act of 1966
and under the National School Lunch Act during the
immediately preceding school year.

(b) The distribution of these portions of supplemental and general State aid among attendance centers according to these requirements shall not be compensated for or contravened by adjustments of the total of other funds appropriated to any attendance centers, and the Board of

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Education shall utilize funding from one or several sources in order to fully implement this provision annually prior to the opening of school.

(c) Each attendance center shall be provided by the 4 5 school district a distribution of noncategorical funds and other categorical funds to which an attendance center is 6 7 entitled under law in order that the general State aid and 8 supplemental general State aid provided by application of 9 this subsection supplements rather than supplants the 10 noncategorical funds and other categorical funds provided 11 by the school district to the attendance centers.

(d) Any funds made available under this subsection that by reason of the provisions of this subsection are not required to be allocated and provided to attendance centers may be used and appropriated by the board of the district for any lawful school purpose.

17 (e) Funds received by an attendance center pursuant to this subsection shall be used by the attendance center at 18 19 the discretion of the principal and local school council 20 for programs to improve educational opportunities at 21 qualifying schools through the following programs and 22 services: early childhood education, reduced class size or 23 improved adult to student classroom ratio, enrichment 24 programs, remedial assistance, attendance improvement, and 25 educationally beneficial expenditures other which 26 supplement the regular and basic programs as determined by

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the State Board of Education. Funds provided shall not be expended for any political or lobbying purposes as defined by board rule.

(f) Each district subject to the provisions of this 4 5 subdivision (H)(4) shall submit an acceptable plan to meet 6 the educational needs of disadvantaged children, in 7 compliance with the requirements of this paragraph, to the 8 State Board of Education prior to July 15 of each year. 9 This plan shall be consistent with the decisions of local 10 school councils concerning the school expenditure plans 11 developed in accordance with part 4 of Section 34-2.3. The 12 State Board shall approve or reject the plan within 60 days after its submission. If the plan is rejected, the district 13 14 shall give written notice of intent to modify the plan 15 within 15 days of the notification of rejection and then 16 submit a modified plan within 30 days after the date of the 17 written notice of intent to modify. Districts may amend 18 approved plans pursuant to rules promulgated by the State 19 Board of Education.

20 Upon notification by the State Board of Education that 21 the district has not submitted a plan prior to July 15 or a 22 modified plan within the time period specified herein, the 23 State aid funds affected by that plan or modified plan 24 shall be withheld by the State Board of Education until a 25 plan or modified plan is submitted.

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If the district fails to distribute State aid to

1 attendance centers in accordance with an approved plan, the plan for the following year shall allocate funds, in 2 3 addition to the funds otherwise required by this subsection, to those attendance centers which 4 were 5 underfunded during the previous year in amounts equal to 6 such underfunding.

7 For purposes of determining compliance with this 8 subsection in relation to the requirements of attendance 9 center funding, each district subject to the provisions of 10 this subsection shall submit as a separate document by 11 December 1 of each year a report of expenditure data for 12 the prior year in addition to any modification of its current plan. If it is determined that there has been a 13 14 failure to comply with the expenditure provisions of this 15 subsection regarding contravention or supplanting, the 16 State Superintendent of Education shall, within 60 days of 17 receipt of the report, notify the district and any affected local school council. The district shall within 45 days of 18 19 receipt of that notification inform the State 20 Superintendent of Education of the remedial or corrective 21 action to be taken, whether by amendment of the current 22 plan, if feasible, or by adjustment in the plan for the 23 following year. Failure to provide the expenditure report or the notification of remedial or corrective action in a 24 25 timely manner shall result in a withholding of the affected 26 funds.

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The State Board of Education shall promulgate rules and 1 2 to regulations implement the provisions of this shall be 3 subsection. No funds released under this subdivision (H) (4) to any district that has not submitted a 4 5 plan that has been approved by the State Board of 6 Education.

7 (I) (Blank).

8 (J) (Blank).

9 (K) Grants to Laboratory and Alternative Schools.

In calculating the amount to be paid to the governing board of a public university that operates a laboratory school under this Section or to any alternative school that is operated by a regional superintendent of schools, the State Board of Education shall require by rule such reporting requirements as it deems necessary.

As used in this Section, "laboratory school" means a public 16 17 school which is created and operated by a public university and 18 approved by the State Board of Education. The governing board 19 of a public university which receives funds from the State 20 Board under this subsection (K) may not increase the number of students enrolled in its laboratory school from a single 21 22 district, if that district is already sending 50 or more 23 students, except under a mutual agreement between the school

board of a student's district of residence and the university which operates the laboratory school. A laboratory school may not have more than 1,000 students, excluding students with disabilities in a special education program.

5 As used in this Section, "alternative school" means a public school which is created and operated by a Regional 6 7 Superintendent of Schools and approved by the State Board of Education. Such alternative schools may offer courses of 8 9 instruction for which credit is given in regular school 10 programs, courses to prepare students for the high school 11 equivalency testing program or vocational and occupational 12 training. A regional superintendent of schools may contract 13 with a school district or a public community college district to operate an alternative school. An alternative school serving 14 15 more than one educational service region may be established by 16 the regional superintendents of schools of the affected 17 educational service regions. An alternative school serving more than one educational service region may be operated under 18 such terms as the regional superintendents of schools of those 19 20 educational service regions may agree.

Each laboratory and alternative school shall file, on forms provided by the State Superintendent of Education, an annual State aid claim which states the Average Daily Attendance of the school's students by month. The best 3 months' Average Daily Attendance shall be computed for each school. The general State aid entitlement shall be computed by multiplying the

applicable Average Daily Attendance by the Foundation Level as
 determined under this Section.

3 (L) Payments, Additional Grants in Aid and Other Requirements.

4 (1) For a school district operating under the financial 5 supervision of an Authority created under Article 34A, the 6 general State aid otherwise payable to that district under this 7 Section, but not the supplemental general State aid, shall be 8 reduced by an amount equal to the budget for the operations of 9 the Authority as certified by the Authority to the State Board 10 of Education, and an amount equal to such reduction shall be 11 paid to the Authority created for such district for its 12 operating expenses in the manner provided in Section 18-11. The 13 remainder of general State school aid for any such district 14 shall be paid in accordance with Article 34A when that Article 15 provides for a disposition other than that provided by this 16 Article.

17 (2) (Blank).

18 (3) Summer school. Summer school payments shall be made as19 provided in Section 18-4.3.

20 (M) Education Funding Advisory Board.

The Education Funding Advisory Board, hereinafter in this subsection (M) referred to as the "Board", is hereby created. The Board shall consist of 5 members who are appointed by the Governor, by and with the advice and consent of the Senate. The

members appointed shall include representatives of education, 1 2 business, and the general public. One of the members so 3 appointed shall be designated by the Governor at the time the appointment is made as the chairperson of the Board. The 4 5 initial members of the Board may be appointed any time after the effective date of this amendatory Act of 1997. The regular 6 term of each member of the Board shall be for 4 years from the 7 8 third Monday of January of the year in which the term of the 9 member's appointment is to commence, except that of the 5 10 initial members appointed to serve on the Board, the member who 11 is appointed as the chairperson shall serve for a term that 12 commences on the date of his or her appointment and expires on the third Monday of January, 2002, and the remaining 4 members, 13 14 by lots drawn at the first meeting of the Board that is held 15 after all 5 members are appointed, shall determine 2 of their 16 number to serve for terms that commence on the date of their 17 respective appointments and expire on the third Monday of January, 2001, and 2 of their number to serve for terms that 18 commence on the date of their respective appointments and 19 expire on the third Monday of January, 2000. All members 20 appointed to serve on the Board shall serve until their 21 22 respective successors are appointed and confirmed. Vacancies 23 shall be filled in the same manner as original appointments. If 24 a vacancy in membership occurs at a time when the Senate is not 25 in session, the Governor shall make a temporary appointment 26 until the next meeting of the Senate, when he or she shall appoint, by and with the advice and consent of the Senate, a person to fill that membership for the unexpired term. If the Senate is not in session when the initial appointments are made, those appointments shall be made as in the case of vacancies.

6 The Education Funding Advisory Board shall be deemed 7 established, and the initial members appointed by the Governor to serve as members of the Board shall take office, on the date 8 9 that the Governor makes his or her appointment of the fifth 10 initial member of the Board, whether those initial members are 11 then serving pursuant to appointment and confirmation or 12 pursuant to temporary appointments that are made by the 13 Governor as in the case of vacancies.

14 The State Board of Education shall provide such staff 15 assistance to the Education Funding Advisory Board as is 16 reasonably required for the proper performance by the Board of 17 its responsibilities.

For school years after the 2000-2001 school year, the 18 19 Education Funding Advisory Board, in consultation with the State Board of Education, shall make recommendations as 20 provided in this subsection (M) to the General Assembly for the 21 22 foundation level under subdivision (B) (3) of this Section and 23 for the supplemental general State aid grant level under subsection (H) of this Section for districts with high 24 25 concentrations of children from poverty. The recommended 26 foundation level shall be determined based on a methodology

the basic education expenditures 1 which incorporates of 2 low-spending schools exhibiting high academic performance. The 3 Education Funding Advisory Board shall make such 4 recommendations to the General Assembly on January 1 of odd 5 numbered years, beginning January 1, 2001.

6 (N) (Blank).

7 (O) References.

8 (1) References in other laws to the various subdivisions of 9 Section 18-8 as that Section existed before its repeal and 10 replacement by this Section 18-8.05 shall be deemed to refer to 11 the corresponding provisions of this Section 18-8.05, to the 12 extent that those references remain applicable.

13 (2) References in other laws to State Chapter 1 funds shall
14 be deemed to refer to the supplemental general State aid
15 provided under subsection (H) of this Section.

(P) Public Act 93-838 and Public Act 93-808 make inconsistent changes to this Section. Under Section 6 of the Statute on Statutes there is an irreconcilable conflict between Public Act 93-808 and Public Act 93-838. Public Act 93-838, being the last acted upon, is controlling. The text of Public Act 93-838 is the law regardless of the text of Public Act 93-808.

22 (Source: P.A. 96-45, eff. 7-15-09; 96-152, eff. 8-7-09; 96-300,
23 eff. 8-11-09; 96-328, eff. 8-11-09; 96-640, eff. 8-24-09;

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1 96-959, eff. 7-1-10; 96-1000, eff. 7-2-10; 96-1480, eff.
2 11-18-10; 97-339, eff. 8-12-11; 97-351, eff. 8-12-11; 97-813,
3 eff. 7-13-12.)

(Text of Section after amendment by P.A. 97-742)

5 Sec. 18-8.05. Basis for apportionment of general State 6 financial aid and supplemental general State aid to the common 7 schools for the 1998-1999 and subsequent school years.

8 (A) General Provisions.

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9 (1) The provisions of this Section apply to the 1998-1999 10 and subsequent school years. The system of general State 11 financial aid provided for in this Section is designed to assure that, through a combination of State financial aid and 12 required local resources, the financial support provided each 13 14 pupil in Average Daily Attendance equals or exceeds а 15 prescribed per pupil Foundation Level. This formula approach 16 imputes a level of per pupil Available Local Resources and provides for the basis to calculate a per pupil level of 17 general State financial aid that, when added to Available Local 18 Resources, equals or exceeds the Foundation Level. The amount 19 20 of per pupil general State financial aid for school districts, 21 in general, varies in inverse relation to Available Local 22 Resources. Per pupil amounts are based upon each school 23 district's Average Daily Attendance as that term is defined in 24 this Section.

(2) In addition to general State financial aid, school 1 2 districts with specified levels or concentrations of pupils 3 from low income households are eligible to receive supplemental general State financial aid grants as provided pursuant to 4 5 subsection (H). The supplemental State aid grants provided for school districts under subsection (H) shall be appropriated for 6 7 distribution to school districts as part of the same line item 8 in which the general State financial aid of school districts is 9 appropriated under this Section.

10 (3) To receive financial assistance under this Section,
11 school districts are required to file claims with the State
12 Board of Education, subject to the following requirements:

13 (a) Any school district which fails for any given 14 school year to maintain school as required by law, or to 15 maintain a recognized school is not eligible to file for 16 such school year any claim upon the Common School Fund. In 17 case of nonrecognition of one or more attendance centers in a school district otherwise operating recognized schools, 18 the claim of the district shall be reduced 19 in the 20 proportion which the Average Daily Attendance in the 21 attendance center or centers bear to the Average Daily 22 Attendance in the school district. A "recognized school" 23 means any public school which meets the standards as 24 established for recognition by the State Board of Education. A school district or attendance center not 25 26 having recognition status at the end of a school term is

1 2 entitled to receive State aid payments due upon a legal claim which was filed while it was recognized.

3 (b) School district claims filed under this Section are
4 subject to Sections 18-9 and 18-12, except as otherwise
5 provided in this Section.

6 (c) If a school district operates a full year school 7 under Section 10-19.1, the general State aid to the school 8 district shall be determined by the State Board of 9 Education in accordance with this Section as near as may be 10 applicable.

11

(d) (Blank).

12 (4) Except as provided in subsections (H) and (L), the 13 board of any district receiving any of the grants provided for 14 in this Section may apply those funds to any fund so received 15 for which that board is authorized to make expenditures by law.

16 School districts are not required to exert a minimum 17 Operating Tax Rate in order to qualify for assistance under 18 this Section.

(5) As used in this Section the following terms, whencapitalized, shall have the meaning ascribed herein:

(a) "Average Daily Attendance": A count of pupil
attendance in school, averaged as provided for in
subsection (C) and utilized in deriving per pupil financial
support levels.

(b) "Available Local Resources": A computation of
local financial support, calculated on the basis of Average

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Daily Attendance and derived as provided pursuant to 1 subsection (D).

(c) "Corporate Personal Property Replacement Taxes": 3 Funds paid to local school districts pursuant to "An Act in 4 5 relation to the abolition of ad valorem personal property tax and the replacement of revenues lost thereby, and 6 7 amending and repealing certain Acts and parts of Acts in 8 connection therewith", certified August 14, 1979, as 9 amended (Public Act 81-1st S.S.-1).

10 (d) "Foundation Level": A prescribed level of per pupil 11 financial support as provided for in subsection (B).

12 (e) "Operating Tax Rate": All school district property taxes extended for all purposes, except Bond and Interest, 13 14 Summer School, Rent, Capital Improvement, and Vocational 15 Education Building purposes.

16 (B) Foundation Level.

(1) The Foundation Level is a figure established by the 17 18 State representing the minimum level of per pupil financial support that should be available to provide for the basic 19 20 education of each pupil in Average Daily Attendance. As set forth in this Section, each school district is assumed to exert 21 22 a sufficient local taxing effort such that, in combination with the aggregate of general State financial aid provided the 23 24 district, an aggregate of State and local resources are 25 available to meet the basic education needs of pupils in the - 45 - LRB098 08814 NHT 38940 b

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1 district.

2 (2) For the 1998-1999 school year, the Foundation Level of is \$4,225. For the 1999-2000 school year, the 3 support Foundation Level of support is \$4,325. For the 2000-2001 school 4 5 year, the Foundation Level of support is \$4,425. For the 6 2001-2002 school year and 2002-2003 school year, the Foundation 7 Level of support is \$4,560. For the 2003-2004 school year, the Foundation Level of support is \$4,810. For the 2004-2005 school 8 9 year, the Foundation Level of support is \$4,964. For the 10 2005-2006 school year, the Foundation Level of support is 11 \$5,164. For the 2006-2007 school year, the Foundation Level of 12 support is \$5,334. For the 2007-2008 school year, the 13 Foundation Level of support is \$5,734. For the 2008-2009 school year, the Foundation Level of support is \$5,959. 14

15 (3) For the 2009-2010 school year and each school year 16 thereafter, the Foundation Level of support is \$6,119 or such 17 greater amount as may be established by law by the General 18 Assembly.

19 (C) Average Daily Attendance.

(1) For purposes of calculating general State aid pursuant to subsection (E), an Average Daily Attendance figure shall be utilized. The Average Daily Attendance figure for formula calculation purposes shall be the monthly average of the actual number of pupils in attendance of each school district, as further averaged for the best 3 months of pupil attendance for each school district. In compiling the figures for the number of pupils in attendance, school districts and the State Board of Education shall, for purposes of general State aid funding, conform attendance figures to the requirements of subsection (F).

6 (2) The Average Daily Attendance figures utilized in 7 subsection (E) shall be the requisite attendance data for the 8 school year immediately preceding the school year for which 9 general State aid is being calculated or the average of the 10 attendance data for the 3 preceding school years, whichever is 11 greater. The Average Daily Attendance figures utilized in 12 subsection (H) shall be the requisite attendance data for the 13 school year immediately preceding the school year for which general State aid is being calculated. 14

15 (D) Available Local Resources.

16 (1) For purposes of calculating general State aid pursuant subsection (E), a representation of Available Local 17 to 18 Resources per pupil, as that term is defined and determined in this subsection, shall be utilized. Available Local Resources 19 per pupil shall include a calculated dollar amount representing 20 21 local school district revenues from local property taxes and 22 from Corporate Personal Property Replacement Taxes, expressed on the basis of pupils in Average Daily Attendance. Calculation 23 24 of Available Local Resources shall exclude any tax amnesty funds received as a result of Public Act 93-26. 25

1 (2) In determining a school district's revenue from local 2 property taxes, the State Board of Education shall utilize the 3 equalized assessed valuation of all taxable property of each 4 school district as of September 30 of the previous year. The 5 equalized assessed valuation utilized shall be obtained and 6 determined as provided in subsection (G).

(3) For school districts maintaining grades kindergarten 7 8 through 12, local property tax revenues per pupil shall be 9 calculated as the product of the applicable equalized assessed 10 valuation for the district multiplied by 3.00%, and divided by 11 the district's Average Daily Attendance figure. For school 12 districts maintaining grades kindergarten through 8, local 13 property tax revenues per pupil shall be calculated as the 14 product of the applicable equalized assessed valuation for the district multiplied by 2.30%, and divided by the district's 15 16 Average Daily Attendance figure. For school districts 17 maintaining grades 9 through 12, local property tax revenues per pupil shall be the applicable equalized assessed valuation 18 of the district multiplied by 1.05%, and divided by the 19 20 district's Average Daily Attendance figure.

For partial elementary unit districts created pursuant to Article 11E of this Code, local property tax revenues per pupil shall be calculated as the product of the equalized assessed valuation for property within the partial elementary unit district for elementary purposes, as defined in Article 11E of this Code, multiplied by 2.06% and divided by the district's Average Daily Attendance figure, plus the product of the equalized assessed valuation for property within the partial elementary unit district for high school purposes, as defined in Article 11E of this Code, multiplied by 0.94% and divided by the district's Average Daily Attendance figure.

6 (4) The Corporate Personal Property Replacement Taxes paid to each school district during the calendar year one year 7 8 before the calendar year in which a school year begins, divided 9 by the Average Daily Attendance figure for that district, shall 10 be added to the local property tax revenues per pupil as 11 derived by the application of the immediately preceding 12 paragraph (3). The sum of these per pupil figures for each 13 school district shall constitute Available Local Resources as that term is utilized in subsection (E) in the calculation of 14 15 general State aid.

16 (E) Computation of General State Aid.

17 (1) For each school year, the amount of general State aid
18 allotted to a school district shall be computed by the State
19 Board of Education as provided in this subsection.

(2) For any school district for which Available Local Resources per pupil is less than the product of 0.93 times the Foundation Level, general State aid for that district shall be calculated as an amount equal to the Foundation Level minus Available Local Resources, multiplied by the Average Daily Attendance of the school district.

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(3) For any school district for which Available Local 1 2 Resources per pupil is equal to or greater than the product of 0.93 times the Foundation Level and less than the product of 3 1.75 times the Foundation Level, the general State aid per 4 5 pupil shall be a decimal proportion of the Foundation Level 6 derived using a linear algorithm. Under this linear algorithm, 7 the calculated general State aid per pupil shall decline in direct linear fashion from 0.07 times the Foundation Level for 8 9 a school district with Available Local Resources equal to the 10 product of 0.93 times the Foundation Level, to 0.05 times the 11 Foundation Level for a school district with Available Local 12 Resources equal to the product of 1.75 times the Foundation

Level. The allocation of general State aid for school districts subject to this paragraph 3 shall be the calculated general State aid per pupil figure multiplied by the Average Daily Attendance of the school district.

17 (4) For any school district for which Available Local 18 Resources per pupil equals or exceeds the product of 1.75 times 19 the Foundation Level, the general State aid for the school 20 district shall be calculated as the product of \$218 multiplied 21 by the Average Daily Attendance of the school district.

(5) The amount of general State aid allocated to a school district for the 1999-2000 school year meeting the requirements set forth in paragraph (4) of subsection (G) shall be increased by an amount equal to the general State aid that would have been received by the district for the 1998-1999 school year by

utilizing the Extension Limitation Equalized Assessed
 Valuation as calculated in paragraph (4) of subsection (G) less
 the general State aid allotted for the 1998-1999 school year.
 This amount shall be deemed a one time increase, and shall not
 affect any future general State aid allocations.

6 (F) Compilation of Average Daily Attendance.

7 (1) Each school district shall, by July 1 of each year, 8 submit to the State Board of Education, on forms prescribed by 9 the State Board of Education, attendance figures for the school 10 year that began in the preceding calendar year. The attendance 11 information so transmitted shall identify the average daily 12 attendance figures for each month of the school year. Beginning with the general State aid claim form for the 2002-2003 school 13 14 year, districts shall calculate Average Daily Attendance as 15 provided in subdivisions (a), (b), and (c) of this paragraph 16 (1).

(a) In districts that do not hold year-round classes,
days of attendance in August shall be added to the month of
September and any days of attendance in June shall be added
to the month of May.

(b) In districts in which all buildings hold year-round
classes, days of attendance in July and August shall be
added to the month of September and any days of attendance
in June shall be added to the month of May.

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(c) In districts in which some buildings, but not all,

hold year-round classes, for the non-year-round buildings, 1 2 days of attendance in August shall be added to the month of September and any days of attendance in June shall be added 3 to the month of May. The average daily attendance for the 4 5 year-round buildings shall be computed as provided in subdivision (b) of this paragraph (1). To calculate the 6 7 Average Daily Attendance for the district, the average 8 daily attendance for the year-round buildings shall be 9 multiplied by the days in session for the non-year-round 10 buildings for each month and added to the monthly 11 attendance of the non-year-round buildings.

12 Except as otherwise provided in this Section, days of attendance by pupils shall be counted only for sessions of not 13 14 less than 5 clock hours of school work per day under direct 15 supervision of: (i) teachers, or (ii) non-teaching personnel or 16 volunteer personnel when engaging in non-teaching duties and 17 supervising in those instances specified in subsection (a) of Section 10-22.34 and paragraph 10 of Section 34-18, with pupils 18 19 of legal school age and in kindergarten and grades 1 through 12. 20

Days of attendance by tuition pupils shall be accredited only to the districts that pay the tuition to a recognized school.

(2) Days of attendance by pupils of less than 5 clock hours
 of school shall be subject to the following provisions in the
 compilation of Average Daily Attendance.

(a) Pupils regularly enrolled in a public school for 1 only a part of the school day may be counted on the basis 2 3 of 1/6 day for every class hour of instruction of 40 minutes or more attended pursuant to such enrollment, 4 5 unless a pupil is enrolled in a block-schedule format of 80 minutes or more of instruction, in which case the pupil may 6 be counted on the basis of the proportion of minutes of 7 8 school work completed each day to the minimum number of 9 minutes that school work is required to be held that day.

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(b) (Blank).

11 (c) A session of 4 or more clock hours may be counted 12 as a day of attendance upon certification by the regional 13 superintendent, and approved by the State Superintendent 14 of Education to the extent that the district has been 15 forced to use daily multiple sessions.

16 (d) A session of 3 or more clock hours may be counted as a day of attendance (1) when the remainder of the school 17 day or at least 2 hours in the evening of that day is 18 19 utilized for an in-service training program for teachers, 20 up to a maximum of 5 days per school year, provided a 21 district conducts an in-service training program for 22 teachers in accordance with Section 10-22.39 of this Code; 23 or, in lieu of 4 such days, 2 full days may be used, in 24 which event each such day may be counted as a day required 25 for a legal school calendar pursuant to Section 10-19 of 26 this Code; (1.5) when, of the 5 days allowed under item

(1), a maximum of 4 days are used for parent-teacher 1 2 conferences, or, in lieu of 4 such days, 2 full days are 3 used, in which case each such day may be counted as a calendar day required under Section 10-19 of this Code, 4 5 provided that the full-day, parent-teacher conference minimum of 5 6 consists of (i) а clock hours of 7 parent-teacher conferences, (ii) both a minimum of 2 clock 8 hours of parent-teacher conferences held in the evening 9 following a full day of student attendance, as specified in 10 subsection (F)(1)(c), and a minimum of 3 clock hours of 11 parent-teacher conferences held on the day immediately 12 following evening parent-teacher conferences, or (iii) multiple parent-teacher conferences held in the evenings 13 14 following full days of student attendance, as specified in 15 subsection (F)(1)(c), in which the time used for the 16 parent-teacher conferences is equivalent to a minimum of 5 17 clock hours; and (2) when days in addition to those provided in items (1) and (1.5) are scheduled by a school 18 19 pursuant to its school improvement plan adopted under 20 Article 34 or its revised or amended school improvement plan adopted under Article 2, provided that (i) such 21 22 sessions of 3 or more clock hours are scheduled to occur at 23 regular intervals, (ii) the remainder of the school days in 24 which such sessions occur are utilized for in-service 25 training programs or other staff development activities 26 for teachers, and (iii) a sufficient number of minutes of

school work under the direct supervision of teachers are 1 added to the school days between such regularly scheduled 2 sessions to accumulate not less than the number of minutes 3 by which such sessions of 3 or more clock hours fall short 4 5 of 5 clock hours. Any full days used for the purposes of this paragraph shall not be considered for computing 6 7 average daily attendance. Days scheduled for in-service 8 training programs, staff development activities, or 9 parent-teacher conferences may be scheduled separately for 10 different grade levels and different attendance centers of 11 the district.

(e) A session of not less than one clock hour of teaching hospitalized or homebound pupils on-site or by telephone to the classroom may be counted as 1/2 day of attendance, however these pupils must receive 4 or more clock hours of instruction to be counted for a full day of attendance.

(f) A session of at least 4 clock hours may be counted as a day of attendance for first grade pupils, and pupils in full day kindergartens, and a session of 2 or more hours may be counted as 1/2 day of attendance by pupils in kindergartens which provide only 1/2 day of attendance.

(g) For children with disabilities who are below the
age of 6 years and who cannot attend 2 or more clock hours
because of their disability or immaturity, a session of not
less than one clock hour may be counted as 1/2 day of

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attendance; however for such children whose educational needs so require a session of 4 or more clock hours may be counted as a full day of attendance.

(h) A recognized kindergarten which provides for only 4 5 1/2 day of attendance by each pupil shall not have more than 1/2 day of attendance counted in any one day. However, 6 7 kindergartens may count 2 1/2 days of attendance in any 5 8 consecutive school days. When a pupil attends such a 9 kindergarten for 2 half days on any one school day, the 10 pupil shall have the following day as a day absent from 11 school, unless the school district obtains permission in 12 writing from the State Superintendent of Education. Attendance at kindergartens which provide for a full day of 13 14 attendance by each pupil shall be counted the same as 15 attendance by first grade pupils. Only the first year of 16 attendance in one kindergarten shall be counted, except in 17 case of children who entered the kindergarten in their fifth year whose educational development requires a second 18 year of kindergarten as determined under the rules and 19 20 regulations of the State Board of Education.

(i) On the days when the Prairie State Achievement Examination is administered under subsection (c) of Section 2-3.64 of this Code, the day of attendance for a pupil whose school day must be shortened to accommodate required testing procedures may be less than 5 clock hours and shall be counted towards the 176 days of actual pupil

1 attendance required under Section 10-19 of this Code, 2 provided that a sufficient number of minutes of school work 3 in excess of 5 clock hours are first completed on other 4 school days to compensate for the loss of school work on 5 the examination days.

6 (j) Pupils enrolled in a remote educational program 7 established under Section 10-29 of this Code may be counted 8 on the basis of one-fifth day of attendance for every clock 9 hour of instruction attended in the remote educational 10 program, provided that, in any month, the school district 11 may not claim for a student enrolled in a remote 12 educational program more days of attendance than the 13 maximum number of days of attendance the district can claim 14 (i) for students enrolled in a building holding year-round 15 classes if the student is classified as participating in 16 the remote educational program on a year-round schedule or 17 (ii) for students enrolled in a building not holding year-round classes if the student is not classified as 18 19 participating in the remote educational program on a 20 year-round schedule.

21 (G) Equalized Assessed Valuation Data.

(1) For purposes of the calculation of Available Local
Resources required pursuant to subsection (D), the State Board
of Education shall secure from the Department of Revenue the
value as equalized or assessed by the Department of Revenue of

1 all taxable property of every school district, together with 2 (i) the applicable tax rate used in extending taxes for the 3 funds of the district as of September 30 of the previous year 4 and (ii) the limiting rate for all school districts subject to 5 property tax extension limitations as imposed under the 6 Property Tax Extension Limitation Law.

The Department of Revenue shall add to the equalized 7 8 assessed value of all taxable property of each school district 9 situated entirely or partially within a county that is or was 10 subject to the provisions of Section 15-176 or 15-177 of the 11 Property Tax Code (a) an amount equal to the total amount by 12 which the homestead exemption allowed under Section 15-176 or 13 15-177 of the Property Tax Code for real property situated in that school district exceeds the total amount that would have 14 been allowed in that school district if the maximum reduction 15 16 under Section 15-176 was (i) \$4,500 in Cook County or \$3,500 in 17 all other counties in tax year 2003 or (ii) \$5,000 in all counties in tax year 2004 and thereafter and (b) an amount 18 equal to the aggregate amount for the taxable year of all 19 20 additional exemptions under Section 15-175 of the Property Tax Code for owners with a household income of \$30,000 or less. The 21 22 county clerk of any county that is or was subject to the 23 provisions of Section 15-176 or 15-177 of the Property Tax Code shall annually calculate and certify to the Department of 24 25 Revenue for each school district all homestead exemption amounts under Section 15-176 or 15-177 of the Property Tax Code 26

and all amounts of additional exemptions under Section 15-175 1 2 of the Property Tax Code for owners with a household income of \$30,000 or less. It is the intent of this paragraph that if the 3 general homestead exemption for a parcel of property is 4 5 determined under Section 15-176 or 15-177 of the Property Tax 6 Code rather than Section 15-175, then the calculation of 7 Available Local Resources shall not be affected by the 8 difference, if any, between the amount of the general homestead 9 exemption allowed for that parcel of property under Section 10 15-176 or 15-177 of the Property Tax Code and the amount that 11 would have been allowed had the general homestead exemption for 12 that parcel of property been determined under Section 15-175 of 13 the Property Tax Code. It is further the intent of this paragraph that if additional exemptions are allowed under 14 15 Section 15-175 of the Property Tax Code for owners with a 16 household income of less than \$30,000, then the calculation of 17 Available Local Resources shall not be affected by the difference, if any, because of those additional exemptions. 18

19 This equalized assessed valuation, as adjusted further by 20 the requirements of this subsection, shall be utilized in the 21 calculation of Available Local Resources.

(2) The equalized assessed valuation in paragraph (1) shall
be adjusted, as applicable, in the following manner: (a) For
the purposes of calculating State aid under this Section, with
respect to any part of a school district within a redevelopment
project area in respect to which a municipality has adopted tax

increment allocation financing pursuant to the Tax Increment 1 Allocation Redevelopment Act, Sections 11-74.4-1 through 2 11-74.4-11 of the Illinois Municipal Code or the Industrial 3 Jobs Recovery Law, Sections 11-74.6-1 through 11-74.6-50 of the 4 Illinois Municipal Code, no part of the current equalized 5 assessed valuation of real property located in any such project 6 7 area which is attributable to an increase above the total initial equalized assessed valuation of such property shall be 8 9 used as part of the equalized assessed valuation of the 10 district, until such time as all redevelopment project costs 11 have been paid, as provided in Section 11-74.4-8 of the Tax 12 Increment Allocation Redevelopment Act or in Section 13 11-74.6-35 of the Industrial Jobs Recovery Law. For the purpose of the equalized assessed valuation of the district, the total 14 initial equalized assessed valuation or the current equalized 15 assessed valuation, whichever is lower, shall be used until 16 17 such time as all redevelopment project costs have been paid. (b) The real property equalized assessed valuation for a school 18 district shall be adjusted by subtracting from the real 19 20 property value as equalized or assessed by the Department of Revenue for the district an amount computed by dividing the 21 22 amount of any abatement of taxes under Section 18-170 of the 23 Property Tax Code by 3.00% for a district maintaining grades kindergarten through 12, by 2.30% for a district maintaining 24 25 grades kindergarten through 8, or by 1.05% for a district maintaining grades 9 through 12 and adjusted by an amount 26

computed by dividing the amount of any abatement of taxes under subsection (a) of Section 18-165 of the Property Tax Code by the same percentage rates for district type as specified in this subparagraph (b).

5 (3) For the 1999-2000 school year and each school year 6 thereafter, if a school district meets all of the criteria of 7 this subsection (G)(3), the school district's Available Local 8 Resources shall be calculated under subsection (D) using the 9 district's Extension Limitation Equalized Assessed Valuation 10 as calculated under this subsection (G)(3).

For purposes of this subsection (G) (3) the following terms shall have the following meanings:

13 "Budget Year": The school year for which general State14 aid is calculated and awarded under subsection (E).

15 "Base Tax Year": The property tax levy year used to16 calculate the Budget Year allocation of general State aid.

17 "Preceding Tax Year": The property tax levy year
18 immediately preceding the Base Tax Year.

"Base Tax Year's Tax Extension": The product of the
equalized assessed valuation utilized by the County Clerk
in the Base Tax Year multiplied by the limiting rate as
calculated by the County Clerk and defined in the Property
Tax Extension Limitation Law.

"Preceding Tax Year's Tax Extension": The product of
the equalized assessed valuation utilized by the County
Clerk in the Preceding Tax Year multiplied by the Operating

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Tax Rate as defined in subsection (A).

2 "Extension Limitation Ratio": A numerical ratio,
3 certified by the County Clerk, in which the numerator is
4 the Base Tax Year's Tax Extension and the denominator is
5 the Preceding Tax Year's Tax Extension.

6 "Operating Tax Rate": The operating tax rate as defined 7 in subsection (A).

8 If a school district is subject to property tax extension 9 limitations as imposed under the Property Tax Extension 10 Limitation Law, the State Board of Education shall calculate 11 the Extension Limitation Equalized Assessed Valuation of that 12 district. For the 1999-2000 school year, the Extension Limitation Equalized Assessed Valuation of a school district as 13 calculated by the State Board of Education shall be equal to 14 15 the product of the district's 1996 Equalized Assessed Valuation 16 and the district's Extension Limitation Ratio. Except as 17 otherwise provided in this paragraph for a school district that has approved or does approve an increase in its limiting rate, 18 19 for the 2000-2001 school year and each school year thereafter, 20 the Extension Limitation Equalized Assessed Valuation of a school district as calculated by the State Board of Education 21 22 shall be equal to the product of the Equalized Assessed 23 Valuation last used in the calculation of general State aid and the district's Extension Limitation Ratio. If the Extension 24 25 Limitation Equalized Assessed Valuation of a school district as calculated under this subsection (G)(3) is less than the 26

district's equalized assessed valuation as calculated pursuant 1 2 to subsections (G)(1) and (G)(2), then for purposes of calculating the district's general State aid for the Budget 3 Year pursuant to subsection (E), that Extension Limitation 4 5 Equalized Assessed Valuation shall be utilized to calculate the 6 district's Available Local Resources under subsection (D). For the 2009-2010 school year and each school year thereafter, if a 7 8 school district has approved or does approve an increase in its 9 limiting rate, pursuant to Section 18-190 of the Property Tax 10 Code, affecting the Base Tax Year, the Extension Limitation 11 Equalized Assessed Valuation of the school district, as 12 calculated by the State Board of Education, shall be equal to 13 the product of the Equalized Assessed Valuation last used in 14 the calculation of general State aid times an amount equal to 15 one plus the percentage increase, if any, in the Consumer Price 16 Index for all Urban Consumers for all items published by the 17 United States Department of Labor for the 12-month calendar year preceding the Base Tax Year, plus the Equalized Assessed 18 19 Valuation of new property, annexed property, and recovered tax 20 increment value and minus the Equalized Assessed Valuation of 21 disconnected property. New property and recovered tax 22 increment value shall have the meanings set forth in the 23 Property Tax Extension Limitation Law.

Partial elementary unit districts created in accordance with Article 11E of this Code shall not be eligible for the adjustment in this subsection (G)(3) until the fifth year 1 following the effective date of the reorganization.

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(3.5) For the 2010-2011 school year and each school year thereafter, if a school district's boundaries span multiple counties, then the Department of Revenue shall send to the State Board of Education, for the purpose of calculating general State aid, the limiting rate and individual rates by purpose for the county that contains the majority of the school district's Equalized Assessed Valuation.

9 (4) For the purposes of calculating general State aid for 10 the 1999-2000 school year only, if a school district 11 experienced a triennial reassessment on the equalized assessed 12 valuation used in calculating its general State financial aid 13 apportionment for the 1998-1999 school year, the State Board of Education shall calculate the Extension Limitation Equalized 14 15 Assessed Valuation that would have been used to calculate the 16 district's 1998-1999 general State aid. This amount shall equal 17 the product of the equalized assessed valuation used to calculate general State aid for the 1997-1998 school year and 18 the district's Extension Limitation Ratio. If the Extension 19 20 Limitation Equalized Assessed Valuation of the school district as calculated under this paragraph (4) is less than the 21 22 district's equalized assessed valuation utilized in 23 calculating the district's 1998-1999 general aid State 24 allocation, then for purposes of calculating the district's 25 general State aid pursuant to paragraph (5) of subsection (E), 26 that Extension Limitation Equalized Assessed Valuation shall

be utilized to calculate the district's Available Local
 Resources.

(5) For school districts having a majority of their 3 equalized assessed valuation in any county except Cook, DuPage, 4 5 Kane, Lake, McHenry, or Will, if the amount of general State 6 aid allocated to the school district for the 1999-2000 school 7 year under the provisions of subsection (E), (H), and (J) of 8 this Section is less than the amount of general State aid 9 allocated to the district for the 1998-1999 school year under 10 these subsections, then the general State aid of the district 11 for the 1999-2000 school year only shall be increased by the 12 difference between these amounts. The total payments made under 13 this paragraph (5) shall not exceed \$14,000,000. Claims shall be prorated if they exceed \$14,000,000. 14

15 (H) Supplemental General State Aid.

16 (1) In addition to the general State aid a school district is allotted pursuant to subsection (E), qualifying school 17 18 districts shall receive a grant, paid in conjunction with a district's payments of general State aid, for supplemental 19 20 general State aid based upon the concentration level of 21 children from low-income households within the school 22 district. Supplemental State aid grants provided for school districts under this subsection shall be appropriated for 23 24 distribution to school districts as part of the same line item 25 in which the general State financial aid of school districts is

1 appropriated under this Section.

2 (1.5) This paragraph (1.5) applies only to those school years preceding the 2003-2004 school year. For purposes of this 3 subsection (H), the term "Low-Income Concentration Level" 4 5 shall be the low-income eligible pupil count from the most 6 recently available federal census divided by the Average Daily 7 Attendance of the school district. If, however, (i) the percentage decrease from the 2 most recent federal censuses in 8 9 the low-income eligible pupil count of a high school district 10 with fewer than 400 students exceeds by 75% or more the 11 percentage change in the total low-income eligible pupil count 12 of contiguous elementary school districts, whose boundaries 13 are coterminous with the high school district, or (ii) a high school district within 2 counties and serving 5 elementary 14 school districts, whose boundaries are coterminous with the 15 16 high school district, has a percentage decrease from the 2 most 17 recent federal censuses in the low-income eligible pupil count and there is a percentage increase in the total low-income 18 eligible pupil count of a majority of the elementary school 19 districts in excess of 50% from the 2 most recent federal 20 censuses, then the high school district's low-income eligible 21 22 pupil count from the earlier federal census shall be the number 23 used as the low-income eligible pupil count for the high school district, for purposes of this subsection (H). The changes made 24 25 to this paragraph (1) by Public Act 92-28 shall apply to supplemental general State aid grants for school years 26

preceding the 2003-2004 school year that are paid in fiscal 1 2 year 1999 or thereafter and to any State aid payments made in fiscal year 1994 through fiscal year 1998 pursuant 3 to subsection 1(n) of Section 18-8 of this Code (which was 4 5 repealed on July 1, 1998), and any high school district that is 6 affected by Public Act 92-28 is entitled to a recomputation of 7 its supplemental general State aid grant or State aid paid in 8 any of those fiscal years. This recomputation shall not be 9 affected by any other funding.

10 (1.10) This paragraph (1.10) applies to the 2003-2004 11 school year and each school year thereafter. For purposes of 12 this subsection (H), the term "Low-Income Concentration Level" 13 shall, for each fiscal year, be the low-income eligible pupil 14 count as of July 1 of the immediately preceding fiscal year (as 15 determined by the Department of Human Services based on the 16 number of pupils who are eligible for at least one of the 17 following low income programs: Medicaid, the Children's Health Insurance Program, TANF, or Food Stamps, excluding pupils who 18 are eligible for services provided by the Department of 19 20 Children and Family Services, averaged over the 2 immediately preceding fiscal years for fiscal year 2004 and over the 3 21 22 immediately preceding fiscal years for each fiscal year 23 thereafter) divided by the Average Daily Attendance of the school district. 24

(2) Supplemental general State aid pursuant to this
 subsection (H) shall be provided as follows for the 1998-1999,

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1 1999-2000, and 2000-2001 school years only:

2 (a) For any school district with a Low Income 3 Concentration Level of at least 20% and less than 35%, the 4 grant for any school year shall be \$800 multiplied by the 5 low income eligible pupil count.

6 (b) For any school district with a Low Income 7 Concentration Level of at least 35% and less than 50%, the 8 grant for the 1998-1999 school year shall be \$1,100 9 multiplied by the low income eligible pupil count.

10 (c) For any school district with a Low Income 11 Concentration Level of at least 50% and less than 60%, the 12 grant for the 1998-99 school year shall be \$1,500 13 multiplied by the low income eligible pupil count.

14 (d) For any school district with a Low Income 15 Concentration Level of 60% or more, the grant for the 16 1998-99 school year shall be \$1,900 multiplied by the low 17 income eligible pupil count.

(e) For the 1999-2000 school year, the per pupil amount
specified in subparagraphs (b), (c), and (d) immediately
above shall be increased to \$1,243, \$1,600, and \$2,000,
respectively.

(f) For the 2000-2001 school year, the per pupil amounts specified in subparagraphs (b), (c), and (d) immediately above shall be \$1,273, \$1,640, and \$2,050, respectively.

26 (2.5) Supplemental general State aid pursuant to this

subsection (H) shall be provided as follows for the 2002-2003 school year:

3 (a) For any school district with a Low Income 4 Concentration Level of less than 10%, the grant for each 5 school year shall be \$355 multiplied by the low income 6 eligible pupil count.

7 (b) For any school district with a Low Income 8 Concentration Level of at least 10% and less than 20%, the 9 grant for each school year shall be \$675 multiplied by the 10 low income eligible pupil count.

11 (c) For any school district with a Low Income 12 Concentration Level of at least 20% and less than 35%, the 13 grant for each school year shall be \$1,330 multiplied by 14 the low income eligible pupil count.

(d) For any school district with a Low Income
Concentration Level of at least 35% and less than 50%, the
grant for each school year shall be \$1,362 multiplied by
the low income eligible pupil count.

(e) For any school district with a Low Income
Concentration Level of at least 50% and less than 60%, the
grant for each school year shall be \$1,680 multiplied by
the low income eligible pupil count.

(f) For any school district with a Low Income
Concentration Level of 60% or more, the grant for each
school year shall be \$2,080 multiplied by the low income
eligible pupil count.

1 (2.10) Except as otherwise provided, supplemental general 2 State aid pursuant to this subsection (H) shall be provided as 3 follows for the 2003-2004 school year and each school year 4 thereafter:

5 (a) For any school district with a Low Income 6 Concentration Level of 15% or less, the grant for each 7 school year shall be \$355 multiplied by the low income 8 eligible pupil count.

9 (b) For any school district with a Low Income 10 Concentration Level greater than 15%, the grant for each 11 school year shall be \$294.25 added to the product of \$2,700 12 and the square of the Low Income Concentration Level, all 13 multiplied by the low income eligible pupil count.

14 For the 2003-2004 school year and each school year 15 thereafter through the 2008-2009 school year only, the grant 16 shall be no less than the grant for the 2002-2003 school year. 17 For the 2009-2010 school year only, the grant shall be no less than the grant for the 2002-2003 school year multiplied by 18 19 0.66. For the 2010-2011 school year only, the grant shall be no 20 less than the grant for the 2002-2003 school year multiplied by 0.33. Notwithstanding the provisions of this paragraph to the 21 22 contrary, if for any school year supplemental general State aid 23 grants are prorated as provided in paragraph (1) of this subsection (H), then the grants under this paragraph shall be 24 25 prorated.

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For the 2003-2004 school year only, the grant shall be no

greater than the grant received during the 2002-2003 school 1 2 year added to the product of 0.25 multiplied by the difference between the grant amount calculated under subsection (a) or (b) 3 of this paragraph (2.10), whichever is applicable, and the 4 5 grant received during the 2002-2003 school year. For the 6 2004-2005 school year only, the grant shall be no greater than 7 the grant received during the 2002-2003 school year added to 8 the product of 0.50 multiplied by the difference between the 9 grant amount calculated under subsection (a) or (b) of this 10 paragraph (2.10), whichever is applicable, and the grant 11 received during the 2002-2003 school year. For the 2005-2006 12 school year only, the grant shall be no greater than the grant 13 received during the 2002-2003 school year added to the product 14 of 0.75 multiplied by the difference between the grant amount 15 calculated under subsection (a) or (b) of this paragraph 16 (2.10), whichever is applicable, and the grant received during 17 the 2002-2003 school year.

(3) School districts with an Average Daily Attendance of 18 more than 1,000 and less than 50,000 that qualify for 19 20 supplemental general State aid pursuant to this subsection shall submit a plan to the State Board of Education prior to 21 22 October 30 of each year for the use of the funds resulting from 23 grant of supplemental general State aid this for the improvement of instruction in which priority is given to 24 25 meeting the education needs of disadvantaged children. Such be 26 plan shall submitted in accordance with rules and

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regulations promulgated by the State Board of Education.

(4) School districts with an Average Daily Attendance of
50,000 or more that qualify for supplemental general State aid
pursuant to this subsection shall be required to distribute
from funds available pursuant to this Section, no less than
\$261,000,000 in accordance with the following requirements:

7 (a) The required amounts shall be distributed to the 8 attendance centers within the district in proportion to the 9 number of pupils enrolled at each attendance center who are 10 eligible to receive free or reduced-price lunches or 11 breakfasts under the federal Child Nutrition Act of 1966 12 and under the National School Lunch Act during the 13 immediately preceding school year.

14 (b) The distribution of these portions of supplemental 15 and general State aid among attendance centers according to 16 these requirements shall not be compensated for or 17 contravened by adjustments of the total of other funds appropriated to any attendance centers, and the Board of 18 19 Education shall utilize funding from one or several sources 20 in order to fully implement this provision annually prior 21 to the opening of school.

(c) Each attendance center shall be provided by the school district a distribution of noncategorical funds and other categorical funds to which an attendance center is entitled under law in order that the general State aid and supplemental general State aid provided by application of

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this subsection supplements rather than supplants the noncategorical funds and other categorical funds provided by the school district to the attendance centers.

4 (d) Any funds made available under this subsection that 5 by reason of the provisions of this subsection are not 6 required to be allocated and provided to attendance centers 7 may be used and appropriated by the board of the district 8 for any lawful school purpose.

9 (e) Funds received by an attendance center pursuant to this subsection shall be used by the attendance center at 10 11 the discretion of the principal and local school council 12 for programs to improve educational opportunities at 13 qualifying schools through the following programs and 14 services: early childhood education, reduced class size or 15 improved adult to student classroom ratio, enrichment 16 programs, remedial assistance, attendance improvement, and 17 educationally beneficial other expenditures which supplement the regular and basic programs as determined by 18 19 the State Board of Education. Funds provided shall not be 20 expended for any political or lobbying purposes as defined by board rule. 21

(f) Each district subject to the provisions of this subdivision (H)(4) shall submit an acceptable plan to meet the educational needs of disadvantaged children, in compliance with the requirements of this paragraph, to the State Board of Education prior to July 15 of each year.

1 This plan shall be consistent with the decisions of local 2 school councils concerning the school expenditure plans 3 developed in accordance with part 4 of Section 34-2.3. The State Board shall approve or reject the plan within 60 days 4 after its submission. If the plan is rejected, the district 5 shall give written notice of intent to modify the plan 6 7 within 15 days of the notification of rejection and then 8 submit a modified plan within 30 days after the date of the 9 written notice of intent to modify. Districts may amend 10 approved plans pursuant to rules promulgated by the State

Upon notification by the State Board of Education that the district has not submitted a plan prior to July 15 or a modified plan within the time period specified herein, the State aid funds affected by that plan or modified plan shall be withheld by the State Board of Education until a plan or modified plan is submitted.

Board of Education.

If the district fails to distribute State aid to 18 19 attendance centers in accordance with an approved plan, the 20 plan for the following year shall allocate funds, in 21 addition to the funds otherwise required by this 22 subsection, to those attendance centers which were 23 underfunded during the previous year in amounts equal to 24 such underfunding.

25 For purposes of determining compliance with this 26 subsection in relation to the requirements of attendance

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center funding, each district subject to the provisions of 1 2 this subsection shall submit as a separate document by 3 December 1 of each year a report of expenditure data for the prior year in addition to any modification of its 4 5 current plan. If it is determined that there has been a 6 failure to comply with the expenditure provisions of this 7 subsection regarding contravention or supplanting, the 8 State Superintendent of Education shall, within 60 days of 9 receipt of the report, notify the district and any affected local school council. The district shall within 45 days of 10 11 receipt of that notification inform the State 12 Superintendent of Education of the remedial or corrective 13 action to be taken, whether by amendment of the current 14 plan, if feasible, or by adjustment in the plan for the 15 following year. Failure to provide the expenditure report or the notification of remedial or corrective action in a 16 17 timely manner shall result in a withholding of the affected funds. 18

19 The State Board of Education shall promulgate rules and 20 regulations to implement the provisions of this be 21 subsection. No funds shall released under this 22 subdivision (H) (4) to any district that has not submitted a 23 plan that has been approved by the State Board of 24 Education.

25 (I) (Blank).

1 (J) (Blank).

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(K) Grants to Laboratory and Alternative Schools.

In calculating the amount to be paid to the governing board of a public university that operates a laboratory school under this Section or to any alternative school that is operated by a regional superintendent of schools, the State Board of Education shall require by rule such reporting requirements as it deems necessary.

9 As used in this Section, "laboratory school" means a public 10 school which is created and operated by a public university and 11 approved by the State Board of Education. The governing board of a public university which receives funds from the State 12 13 Board under this subsection (K) may not increase the number of 14 students enrolled in its laboratory school from a single 15 district, if that district is already sending 50 or more students, except under a mutual agreement between the school 16 board of a student's district of residence and the university 17 which operates the laboratory school. A laboratory school may 18 not have more than 1,000 students, excluding students with 19 20 disabilities in a special education program.

As used in this Section, "alternative school" means a public school which is created and operated by a Regional Superintendent of Schools and approved by the State Board of Education. Such alternative schools may offer courses of - 76 - LRB098 08814 NHT 38940 b

instruction for which credit is given in regular school 1 2 programs, courses to prepare students for the high school equivalency testing program or vocational and occupational 3 training. A regional superintendent of schools may contract 4 5 with a school district or a public community college district to operate an alternative school. An alternative school serving 6 7 more than one educational service region may be established by the regional superintendents of schools of the affected 8 9 educational service regions. An alternative school serving 10 more than one educational service region may be operated under 11 such terms as the regional superintendents of schools of those 12 educational service regions may agree.

13 Each laboratory and alternative school shall file, on forms 14 provided by the State Superintendent of Education, an annual 15 State aid claim which states the Average Daily Attendance of the school's students by month. The best 3 months' Average 16 17 Daily Attendance shall be computed for each school. The general State aid entitlement shall be computed by multiplying the 18 applicable Average Daily Attendance by the Foundation Level as 19 20 determined under this Section.

21 (L) Payments, Additional Grants in Aid and Other Requirements.

(1) For a school district operating under the financial supervision of an Authority created under Article 34A, the general State aid otherwise payable to that district under this Section, but not the supplemental general State aid, shall be

reduced by an amount equal to the budget for the operations of 1 2 the Authority as certified by the Authority to the State Board 3 of Education, and an amount equal to such reduction shall be paid to the Authority created for such district for its 4 5 operating expenses in the manner provided in Section 18-11. The 6 remainder of general State school aid for any such district shall be paid in accordance with Article 34A when that Article 7 8 provides for a disposition other than that provided by this 9 Article.

10 (2) (Blank).

11 (3) Summer school. Summer school payments shall be made as 12 provided in Section 18-4.3.

13 (M) Education Funding Advisory Board.

14 The Education Funding Advisory Board, hereinafter in this subsection (M) referred to as the "Board", is hereby created. 15 16 The Board shall consist of 5 members who are appointed by the Governor, by and with the advice and consent of the Senate. The 17 18 members appointed shall include representatives of education, business, and the general public. One of the members so 19 20 appointed shall be designated by the Governor at the time the 21 appointment is made as the chairperson of the Board. The 22 initial members of the Board may be appointed any time after the effective date of this amendatory Act of 1997. The regular 23 24 term of each member of the Board shall be for 4 years from the 25 third Monday of January of the year in which the term of the

member's appointment is to commence, except that of the 5 1 2 initial members appointed to serve on the Board, the member who 3 is appointed as the chairperson shall serve for a term that commences on the date of his or her appointment and expires on 4 5 the third Monday of January, 2002, and the remaining 4 members, by lots drawn at the first meeting of the Board that is held 6 after all 5 members are appointed, shall determine 2 of their 7 number to serve for terms that commence on the date of their 8 9 respective appointments and expire on the third Monday of 10 January, 2001, and 2 of their number to serve for terms that 11 commence on the date of their respective appointments and 12 expire on the third Monday of January, 2000. All members 13 appointed to serve on the Board shall serve until their 14 respective successors are appointed and confirmed. Vacancies shall be filled in the same manner as original appointments. If 15 16 a vacancy in membership occurs at a time when the Senate is not 17 in session, the Governor shall make a temporary appointment until the next meeting of the Senate, when he or she shall 18 19 appoint, by and with the advice and consent of the Senate, a 20 person to fill that membership for the unexpired term. If the Senate is not in session when the initial appointments are 21 22 made, those appointments shall be made as in the case of 23 vacancies.

The Education Funding Advisory Board shall be deemed established, and the initial members appointed by the Governor to serve as members of the Board shall take office, on the date 1 that the Governor makes his or her appointment of the fifth 2 initial member of the Board, whether those initial members are 3 then serving pursuant to appointment and confirmation or 4 pursuant to temporary appointments that are made by the 5 Governor as in the case of vacancies.

6 The State Board of Education shall provide such staff 7 assistance to the Education Funding Advisory Board as is 8 reasonably required for the proper performance by the Board of 9 its responsibilities.

10 For school years after the 2000-2001 school year, the Education Funding Advisory Board, in consultation with the 11 12 State Board of Education, shall make recommendations as provided in this subsection (M) to the General Assembly for the 13 foundation level under subdivision (B) (3) of this Section and 14 15 for the supplemental general State aid grant level under 16 subsection (H) of this Section for districts with high 17 concentrations of children from poverty. The recommended foundation level shall be determined based on a methodology 18 19 which incorporates the basic education expenditures of 20 low-spending schools exhibiting high academic performance. The 21 Education Funding Advisory Board shall make such 22 recommendations to the General Assembly on January 1 of odd 23 numbered years, beginning January 1, 2001.

24 (N) (Blank).

1 (O) References.

(1) References in other laws to the various subdivisions of
Section 18-8 as that Section existed before its repeal and
replacement by this Section 18-8.05 shall be deemed to refer to
the corresponding provisions of this Section 18-8.05, to the
extent that those references remain applicable.

7 (2) References in other laws to State Chapter 1 funds shall
8 be deemed to refer to the supplemental general State aid
9 provided under subsection (H) of this Section.

(P) Public Act 93-838 and Public Act 93-808 make inconsistent
changes to this Section. Under Section 6 of the Statute on
Statutes there is an irreconcilable conflict between Public Act
93-808 and Public Act 93-838. Public Act 93-838, being the last
acted upon, is controlling. The text of Public Act 93-838 is
the law regardless of the text of Public Act 93-808.
(Source: P.A. 96-45, eff. 7-15-09; 96-152, eff. 8-7-09; 96-300,

17 eff. 8-11-09; 96-328, eff. 8-11-09; 96-640, eff. 8-24-09; 18 96-959, eff. 7-1-10; 96-1000, eff. 7-2-10; 96-1480, eff. 19 11-18-10; 97-339, eff. 8-12-11; 97-351, eff. 8-12-11; 97-742, 20 eff. 6-30-13; 97-813, eff. 7-13-12.)

Section 95. No acceleration or delay. Where this Act makes changes in a statute that is represented in this Act by text that is not yet or no longer in effect (for example, a Section represented by multiple versions), the use of that text does

HB3305 - 81 - LRB098 08814 NHT 38940 b 1 not accelerate or delay the taking effect of (i) the changes 2 made by this Act or (ii) provisions derived from any other 3 Public Act.

Section 99. Effective date. This Act takes effect July 1,
2013.