

**K-12 Education Budget Division**

**Tuesday, April 12, 2005**

**9:00 a.m. Room 112 - State Capitol**

**Members Present**

Senator L. Stumpf  
Senator E. Anderson  
Senator M. Fischbach  
Senator D. Gaither  
Senator D. Hann  
Senator D. Johnson  
Senator M. Jungbauer  
Senator S. Kelley  
Senator K. Langseth  
Senator S. Marko  
Senator S. Nienow  
Senator G. Olson  
Senator T. Saxhaug  
Senator L. Scheid  
Senator W. Skoglund  
Senator D. Sparks  
Senator B. Wergin  
Senator C. Wiger

**Members Excused**

Senator Stumpf called the meeting to order at 9:10 a.m.

The discussion today was several proposals adjusting referendum allowances and calculations.

Dr. Tom Melcher – DOE explained referendum/ percentages/ equalization.

Senator Marty, chief author of S.F. 384 which modifies the referendum aid adjustment for open enrollment students and increases the statewide property tax by \$2 million.

**Testifiers:**

Jackie Rolfs – Parent – St. Anthony New Brighton Schools  
Mike Volna – ISD 282 School Board Member  
Verna Hasbargen – MN Rural Education Association

**Opposition:**

Jim Bartholomew – MN Business Partnership

Tom Hesse – Minnesota Chamber of Commerce

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Motion:

Senator Kelley moved that S.F. 384 be considered for possible inclusion in the omnibus budget bill. Motion prevailed.

Senator Foley, chief author of S.F. 2103 which increases referendum equalization aid presented his bill to the committee.

Testifiers:

Denny Carlson – Anoka-Hennepin Schools

Brad Lundell – Schools for Equity in Education

Vernae Hasbargen – Minnesota Rural Education Association

Motion:

Senator Kelley moved that S.F. 2103 be considered for possible inclusion in the omnibus budget bill. Motion prevailed.

Senator Frederickson, chief author of S.F. 1588 which increases levy amounts for capital levies for agreements entered into before July 1, 2003 presented his bill.

Jay Haugen – Superintendent – Sleepy Eye School District

Dr. Tom Melcher – DOE

Tom Deans – Minnesota School Board Association

Motion:

Senator Gaither moved that S.F. 1588 be considered for possible inclusion in the omnibus education budget bill. Motion prevailed.

Senator Hann, chief author of S.F. 738 which eliminates the referendum allowance limit presented his bill to the committee.

Testifiers:

Scott Croonquist – MN Association of Metropolitan School Districts

Tom Berge – Business Manager - Minnetonka School District

Peggy Stefan – Minnetonka School Board Member

Jill Schultz – Eden Prairie School Board Member

Motion:

Senator Hann moved to put the A-1 amendment before the committee. Motion prevailed.

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Motion:

Senator Hann moved that S.F. 738 as amended be considered for possible inclusion in the omnibus budget bill. Motion prevailed.

Senator Hann, chief author of S.F. 2110 which increases the referendum revenue allowance presented his bill to the committee.

Motion:

Senator Hann moved that S.F. 2110 be considered for possible inclusion in the omnibus budget bill. Motion prevailed.

Senator Rosen, chief author of S.F. 2100 which authorizes a fund transfer for ISD 2071 – Lake Crystal-Wellcome Memorial presented her bill.

Testifiers:

Les Norman – Superintendent - Lake Crystal-Wellcome Memorial

Motion:

Senator Rosen moved that on page 1 line 12 strike \$132,754 and insert \$133,000. Motion prevailed.

Senator Johnson moved that S.F. 2100 as amended be considered for possible inclusion in the omnibus budget bill. Motion prevailed.

Senator Wergin, chief author of S.F. 831 which authorizes districts to hold operating referendum for a proposed facility at the same time as a referendum to fund the proposed facility presented her bill to the committee.

Testifiers:

Dr. Tom Melcher – DOE

Tom Deans – MN School Board Association

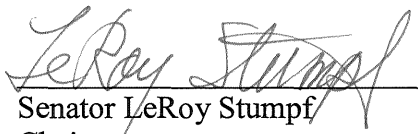
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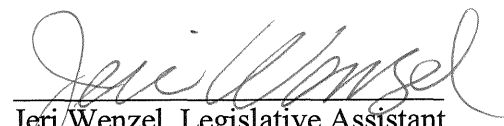
Motion:

Senator Wergin moved that S.F. 831 be considered for possible inclusion in the omnibus budget bill. Motion prevailed.

S.F. 739 – Senator Michel was not heard today.

The meeting adjourned at 11:30 a.m. The proceedings were taped and the materials distributed are attached to these minutes.

  
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Senator LeRoy Stumpf/  
Chairman

  
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Jeri Wenzel, Legislative Assistant

02:15:38

## **K-12 Education Budget Division**

**Tuesday, April 12, 2005**

**9:00 am. -11:30 a.m.  
Room 112 - Capitol**

### **Agenda**

#### **Referendum and other accounting**

S.F. 384-Marty: Referendum aid adjustment for open enrollment students  
Jim Bartholomew – Minnesota Business Partnership

S.F. 2103-Foley: Increasing referendum equalization aid; increasing the referendum revenue cap

S.F. 1588-Frederickson: Increasing levy amount for certain capital levies

S.F. 739-Michel: Removing referendum allowance limit  
Scott Croonquist – Association of Metropolitan School Districts

S.F. 738-Hann: Removing referendum allowance limit  
Scott Croonquist – Association of Metropolitan School Districts  
Tom Berge – Business Manager – Minnetonka Schools

S.F. 2100-Rosen: SD 2071 Fund transfer Lake Crystal-Wellcom Memorial  
Les Norman – Superintendent

S.F. 831-Wergin: Timing of operating referendum for proposed facility

S.F. 2110-Hann: Increasing the referendum revenue allowance

Senator LeRoy Stumpf  
Chairman

Jeri Wenzel  
Legislative Assistant

# Fiscal Status -- Category Sort

K-12 Education Finance Committee, April 12, 2005, 9:00 a.m.

Bill Numb	Author	Description	Fiscal Impact Final?	Fiscal Note		Aid? Levy?	Bill Aid Bill Levy				
				Req'd/ Received	Dates		FY 2005	FY 2006	FY 2007	FY 2008	FY 2009
<b>Category Fund Transfers/Accounting</b>											
2100	Rosen	Lake Crystal-Wellcome Memorial Fund Transfer	<input type="checkbox"/>	<input type="checkbox"/>		<input type="checkbox"/>	0	0	0	0	0
				<input type="checkbox"/>		<input type="checkbox"/>		0	0	0	0
<b>Category General Levy</b>											
1588	Frederickson	Increasing Certain Capital Levies	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	3/11/2005	<input type="checkbox"/>	0	0	0	0	0
				<input checked="" type="checkbox"/>	3/21/2005	<input checked="" type="checkbox"/>		0	2,162,465	1,688,272	1,427,727
<i>Bill creates shift recognition savings.</i>											
<b>Category Referendum</b>											
384	Marty	Referendum Aid Adjustment for Open Enrollment Students	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	2/5/2005	<input type="checkbox"/>	0	-1,001,000	-834,000	-887,000	-946,000
				<input checked="" type="checkbox"/>	2/18/2005	<input type="checkbox"/>		0	0	0	0
738	Hann	Removing Referendum Allowance Limit	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	2/4/2005	<input checked="" type="checkbox"/>	0	0	57,000	68,000	59,000
				<input checked="" type="checkbox"/>	2/23/2005	<input checked="" type="checkbox"/>		0	52,500,000	91,900,000	149,800,000
<i>Eliminates cap on referendum</i>											
739	Michel	Removing Referendum Allowance Limit	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	2/4/2005	<input checked="" type="checkbox"/>	0	0	57,000	68,000	59,000
				<input checked="" type="checkbox"/>	2/23/2005	<input checked="" type="checkbox"/>		0	52,500,000	91,900,000	149,800,000
<i>same as SF 738, fiscal note requested on SF. 738. The note is identical</i>											
831	Wergin	Timing of Operating Referendum for Proposed Facility	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	2/11/2005	<input type="checkbox"/>	0	0	0	0	0
				<input checked="" type="checkbox"/>	2/18/2005	<input type="checkbox"/>		0	0	0	0

Bill Numb	Author	Description	Fiscal Impact Final?	Fiscal Note		Aid? Levy?	Bill Aid Bill Levy				
				Req'd/ Received	Dates		FY 2005	FY 2006	FY 2007	FY 2008	FY 2009
2103	Foley	Increase Referendum Equalization Aid	<input type="checkbox"/>	<input type="checkbox"/>		<input type="checkbox"/>	0	0	0	0	0
				<input type="checkbox"/>		<input type="checkbox"/>		0	0	0	0
2110	Hann	Increase Referendum Revenue Allowance	<input type="checkbox"/>	<input type="checkbox"/>		<input type="checkbox"/>	0	0	0	0	0
				<input type="checkbox"/>		<input type="checkbox"/>		0	0	0	0
<b>Total Aid Impact:</b>							0	-1,001,000	-720,000	-751,000	-828,000
<b>Total Levy Impact:</b>								0	107,162,465	185,488,272	301,027,727