



Testimony

**SF 1275 Boldon - Extended Time Revenue**

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# Growing Gap Conflicts with Goals

## MN Statute 126C.10 General Education Revenue

- The last time that Basic Revenue and Extended Time Revenue were operating from the same base number was in 2005 (\$4,601)
- The most recent change to Extended Time Revenue base was in 2015 (\$5,117)
- Now, in 2025, what was intended to provide 0.20 ADM (\$1,456 on 2025 basic revenue) is providing only **\$1,023** – a **30%** gap

Office of the Revisor of Statutes

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2024 Minnesota Statutes > EDUCATION CODE - PREKINDERGARTEN - GRADE 12 > Chapter 126C > Section 126C.10

126C.06

### 2024 Minnesota Statutes

#### 126C.10 GENERAL EDUCATION REVENUE.

Subdivision 1. **General education revenue.** The general education revenue for each district equals the sum of the district's basic revenue, extended time revenue, gifted and talented revenue, declining enrollment revenue, local optional revenue, small schools revenue, basic skills revenue, secondary sparsity revenue, elementary sparsity revenue, transportation sparsity revenue, total operating capital revenue, equity revenue, pension adjustment revenue, and transition revenue.

Subd. 2. **Basic revenue.** (a) The basic revenue for each district equals the formula allowance times the adjusted pupil units for the school year. The formula allowance for fiscal year 2023 is \$6,863. The formula allowance for fiscal year 2024 is \$7,138. **The formula allowance for fiscal year 2025 is \$7,281.**

(b) The formula allowance for fiscal year 2026 and later must be rounded to the nearest whole dollar and equals the formula allowance for the previous fiscal year times the greater of:

- (1) 1.02; or
- (2) one plus the rate of change in inflation calculated in paragraph (c) but not to exceed 1.03.

(c) In January of the calendar year in which the formula allowance begins, the commissioner of education must calculate the rate of change in inflation equal to the change in the Consumer Price Index for all urban consumers as published by the Bureau of Labor Statistics of the Department of Labor for the average of the fourth calendar quarter of the second prior fiscal year compared to the average of the fourth calendar quarter of the immediately prior fiscal year.

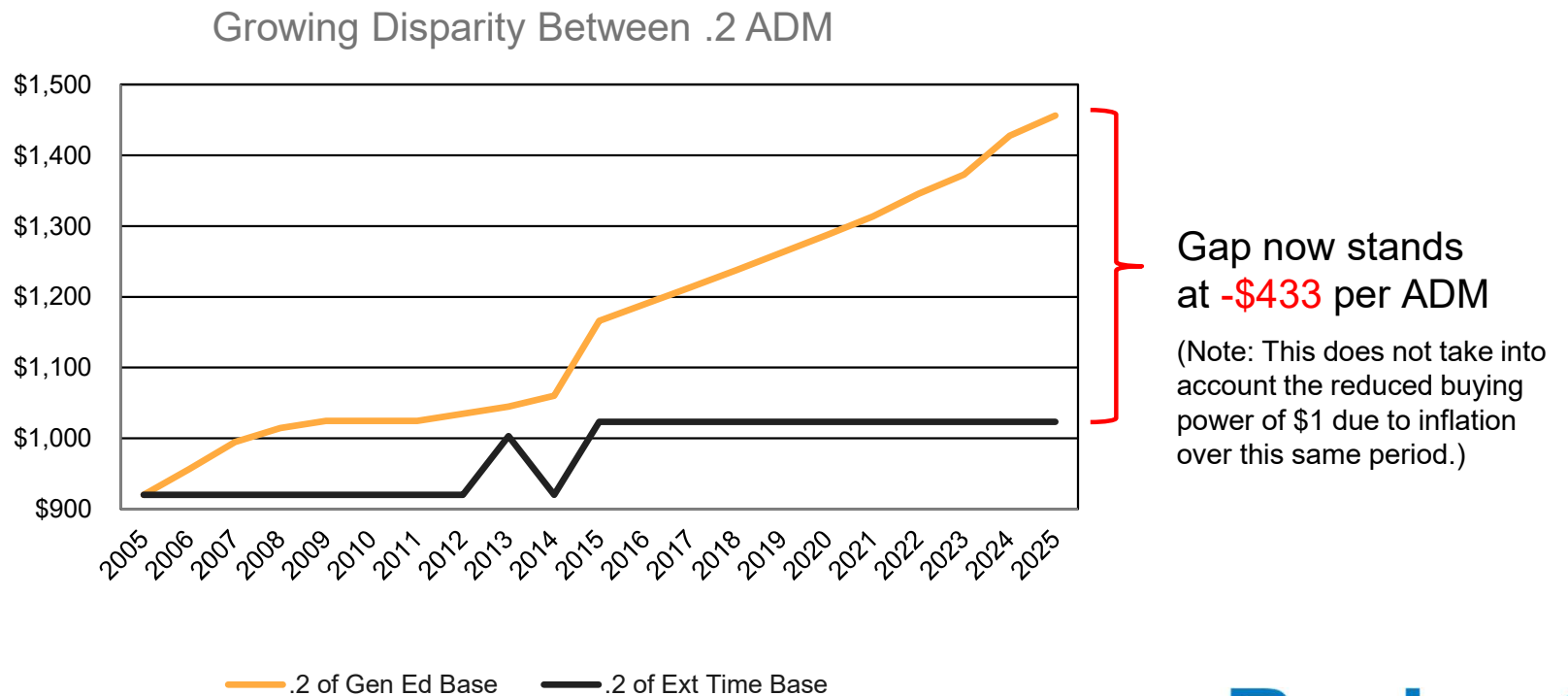
(d) The commissioner must publish the formula allowance by the end of February of each year.

(e) It is the policy and purpose of the legislature to fund its public schools consistent with its constitutional obligations. To this purpose, the legislature may enact additional increases in the general education basic formula allowance.

Subd. 2a. **Extended time revenue.** (a) **A school district's extended time allowance equals \$5,117 for fiscal year 2023 and later.**

(b) A school district's extended time revenue is equal to the product of the extended time allowance in paragraph (a) and the sum of the adjusted pupil units of the district for each pupil in average daily membership in excess of 1.0 and less than 1.2 according to section 126C.05, subdivision 8.

# Graphic: Basic Revenue vs Extended Time



# The Numbers: Basic Revenue vs Extended Time

FY	Formula Base Value	
	Gen Ed Base	A/S Ext Time Base
2005	4601	4601
2006	4783	4601
2007	4974	4601
2008	5074	4601
2009	5124	4601
2010	5124	4601
2011	5124	4601
2012	5174	4601
2013	5224	5017
2014	5302	4601
2015	5831	5117
2016	5948	5117
2017	6067	5117
2018	6188	5117
2019	6312	5117
2020	6438	5117
2021	6567	5117
2022	6728	5117
2023	6863	5117
2024	7138	5117
2025	7281	5117
2026	Infl up to 3%	

Data per review of MN Statute 126C.10 from each year.

← Was even here.

← Far behind now.

FY	Value of .2 ADM			
	.2 of Gen Ed Base	.2 of Ext Time Base	Difference	Diff % of Base
2005	\$920	\$920	\$0	0%
2006	\$957	\$920	(\$36)	-4%
2007	\$995	\$920	(\$75)	-7%
2008	\$1,015	\$920	(\$95)	-9%
2009	\$1,025	\$920	(\$105)	-10%
2010	\$1,025	\$920	(\$105)	-10%
2011	\$1,025	\$920	(\$105)	-10%
2012	\$1,035	\$920	(\$115)	-11%
2013	\$1,045	\$1,003	(\$41)	-4%
2014	\$1,060	\$920	(\$140)	-13%
2015	\$1,166	\$1,023	(\$143)	-12%
2016	\$1,190	\$1,023	(\$166)	-14%
2017	\$1,213	\$1,023	(\$190)	-16%
2018	\$1,238	\$1,023	(\$214)	-17%
2019	\$1,262	\$1,023	(\$239)	-19%
2020	\$1,288	\$1,023	(\$264)	-21%
2021	\$1,313	\$1,023	(\$290)	-22%
2022	\$1,346	\$1,023	(\$322)	-24%
2023	\$1,373	\$1,023	(\$349)	-25%
2024	\$1,428	\$1,023	(\$404)	-28%
2025	\$1,456	\$1,023	(\$433)	-30%
2026				

← Was even.

← 0.2 ADM worth -\$433

# Opportunity Cost

In Rochester Public Schools, for example, we were reimbursed \$896,498 in School Year 2023-24 for extended time expenses.

- If the Extended Time Revenue base had kept up with the Basic Revenue base, as was intended, another 30% or \$268,949 could have paid for **500+ more students** who needed our six-week summer program.

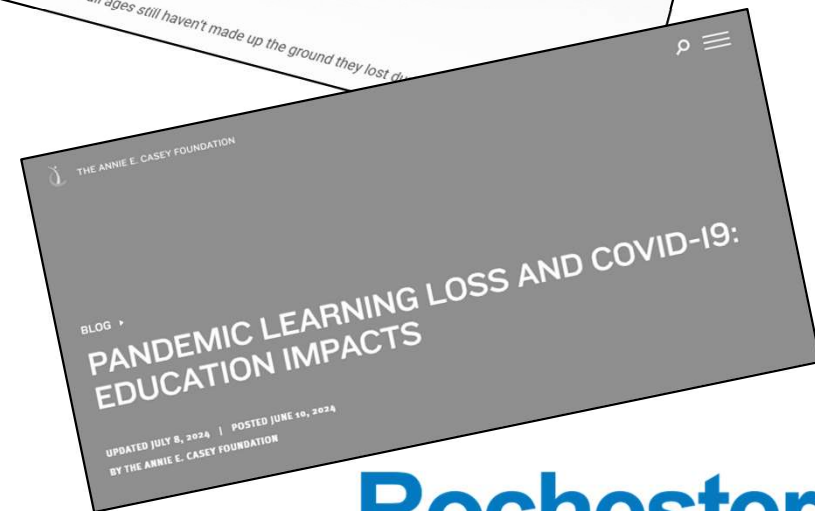
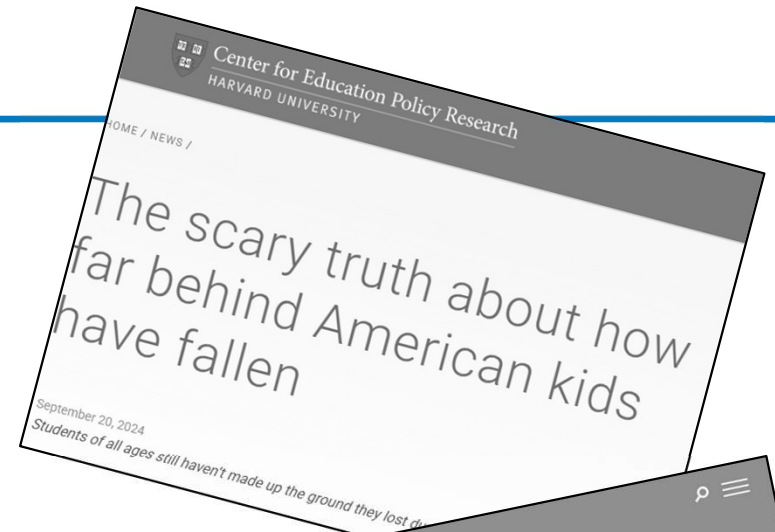
The Math:  $\$268,949 \div 18 \text{ days} \div 6 \text{ hours} \div \$60/\text{hr teacher cost} \times 15 \text{ students/class} = 622.6 \text{ students}$   
Accounting for transportation and other costs per student, conservative estimate is 500+.  
Could be more if mix of staff and/or larger class sizes.



# High Needs Right Now

Extended Time Revenue is critical right now to make up academic gaps.

- Some students need more time and additional instruction.
- Need skilled teachers to address these learning needs.
- COVID funding showed what is possible in summer learning; now we have had to cut our program in about one-quarter.





# Please Support SF 1275

[SF 1275](#) - Boldon: Extended time revenue linked to increases in the general education basic formula allowance provision and appropriation

- A first step toward correcting the years-long imbalance
- Will stop the gap from widening
- Will continue to need attention

**SF 1275** as introduced - 94th Legislature (2025 - 2026) Posted on 02/14/2025 09:28am

KEY: ~~stricken~~ = removed, old language. underscored = added, new language.

[Version List](#) [Authors and Status](#)

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**Current Version - as introduced**

1.1

A bill for an act

1.2

relating to education finance; linking extended time revenue to increases in the

1.3

general education basic formula allowance; appropriating money; amending

1.4

Minnesota Statutes 2024, section 126C.10, subdivision 2a.

1.5

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.6

Section 1. Minnesota Statutes 2024, section 126C.10, subdivision 2a, is amended to read:

1.7

Subd. 2a. **Extended time revenue.** (a) A school district's extended time allowance equals

1.8

\$5,117 for fiscal year ~~2023 and later years 2024 and 2025~~. A school district's extended time

1.9

allowance for fiscal year 2026 and later equals the extended time formula allowance for the

1.10

previous year times the greater of one or the ratio of the basic formula allowance under

1.11

subdivision 2 for the current year to the basic formula allowance for the previous year.