

Subject School District Local Optional Revenue Increased and Renamed

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Overview

School districts currently qualify for \$724 per pupil unit in local optional revenue (LOR) provided through a mix of aid and levy. The current revenue is split between two tiers of equalization. Charter schools do not qualify for LOR revenue and receive only the LOR equalization aid attributable to the first tier of LOR revenue.

H.F. 2388 renames the program Basic Supplemental Revenue and adds a new first tier of revenue equal to \$100 per pupil unit, provided entirely in state aid. This state aid is provided to all school districts and charter schools.

Summary

Section	Description
1	Revenue calculation. [General education revenue for charter schools] Adds the new first tier of Basic Supplemental Revenue to the general education revenue provided to charter schools.
2	General education revenue. Adds Basic Supplemental Revenue to the general education revenue formula in place of Local Optional Revenue (LOR).
3	Basic supplemental revenue. Renames LOR revenue Basic Supplemental Revenue. Creates a new first tier of revenue equal to \$100 per pupil unit provided to all school districts and charter schools in state aid.
4	General education aid. Adds basic supplemental aid to the categories of general education aid in place of LOR aid.

Section	Description
5	Referendum tax base replacement aid. Substitutes basic supplemental revenue for LOR and adjusts the tiers accordingly for purposes of calculating referendum tax base replacement aid.
6	Referendum aid guarantee. Substitutes basic supplemental revenue for LOR and adjusts the tiers accordingly for purposes of calculating the referendum aid guarantee.
7	Appropriations. Appropriates a blank amount for additional general education aid for the purposes of paying for the new Basic Supplemental Aid.
8	Revisor instruction. Instructs the revisor of statutes to replace LOR with Basic Supplemental Revenue throughout the statutes and correct cross-references accordingly.



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