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State of Minnesota

HOUSE OF REPRESENTATIVES

A bill for an act

NINETY-FOURTH SESSION H. F. No. 827

02/17/2025 Authored by Dotseth

1.1

The bill was read for the first time and referred to the Committee on Education Finance

relating to education; increasing consolidation transition aid for school districts; 1.2 amending Minnesota Statutes 2024, section 123A.485, subdivision 2. 1.3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA: 1.4 Section 1. Minnesota Statutes 2024, section 123A.485, subdivision 2, is amended to read: 1.5 Subd. 2. Aid. (a) Consolidation transition aid is equal to \$200 \$424 times the number 1.6 of resident pupil units in the newly created district in the year of consolidation and \$100 1.7 \$212 times the number of resident pupil units in the first year following the year of 1.8 consolidation. The number of pupil units used to calculate aid in either year shall not exceed 1.9 1,000 for districts consolidating July 1, 1994, and 1,500 for districts consolidating July 1, 1.10 1995, and thereafter. 1.11 (b) If the total appropriation for consolidation transition aid for any fiscal year, plus any 1.12 amount transferred under section 127A.41, subdivision 8, is insufficient to pay all districts 1.13 the full amount of aid earned, the department must first pay the districts in the first year 1.14 following the year of consolidation the full amount of aid earned and distribute any remaining 1.15 funds to the newly created districts in the first year of consolidation. 1.16

Section 1.