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HOUSE BILL 2791

State of Washington 66th Legislature 2020 Regular Session

By Representatives Tharinger, DeBolt, Blake, Walsh, Chapman, Eslick, Van Werven, Shewmake, MacEwen, Steele, Lekanoff, and Santos

Read first time 01/22/20. Referred to Committee on Appropriations.

- AN ACT Relating to eliminating the reduction in state basic education funding that occurs in counties with federal and state forestlands; amending RCW 28A.150.250 and 28A.520.020; and creating a new section.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 NEW SECTION. Sec. 1. School districts in counties with federal 7 and state forests are uniquely limited in terms of generating local revenue to enhance the program of basic education and to repair and 8 renew school facilities. The legislature intends to no longer reduce 9 10 state basic education funding to school districts in counties with 11 federal and state forestlands. The money school districts receive as 12 a result of federal and state forest revenue payments should be 13 considered a grant, or as compensation, to inhabitants of local areas 14 for impacts associated with the presence of federal and state lands. 15 These revenues should be delivered to school districts 16 supplement to basic education allocations in addition to the state's 17 basic education apportionment.
- 18 **Sec. 2.** RCW 28A.150.250 and 2018 c 177 s 601 are each amended to 19 read as follows:

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- 1 (1) From those funds made available by the legislature for the current use of the common schools, the superintendent of public 2 3 instruction shall distribute annually as provided in RCW 28A.510.250 to each school district of the state operating a basic education 4 instructional program approved by the state board of education an 5 6 amount based on the formulas provided in RCW 28A.150.260, 28A.150.390, and 28A.150.392 which, when combined with an appropriate 7 portion of such locally available revenues ((, other than receipts 8 from federal forest revenues distributed to school districts pursuant 9 to RCW 28A.520.010 and 28A.520.020,)) as the superintendent of public 10 11 instruction may deem appropriate for consideration in computing state 12 equalization support, excluding excess property tax levies, will constitute a basic education allocation in dollars for each annual 13 average full-time equivalent student enrolled. These basic education 14 distributions must not be reduced by funds received by local 15 districts from federal forest revenues pursuant to RCW 28A.520.010 16 17 and 28A.520.020, and from state forest revenues pursuant to RCW 79.64.110. 18
 - (2) The instructional program of basic education shall be considered to be fully funded by those amounts of dollars appropriated by the legislature pursuant to RCW 28A.150.260, 28A.150.390, and 28A.150.392 to fund those program requirements identified in RCW 28A.150.220 in accordance with the formula provided in RCW 28A.150.260 and those amounts of dollars appropriated by the legislature to fund the salary requirements of RCW 28A.150.410.

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- (3) (a) If a school district's basic education program fails to meet the basic education requirements enumerated in RCW 28A.150.260 and 28A.150.220, the state board of education may recommend to the superintendent of public instruction that the superintendent withhold state funds in whole or in part for the basic education allocation until program compliance is assured. However, the state board of education may waive this requirement in the event of substantial lack of classroom space.
- (b) If the state board of education recommends the withholding of a school district's basic education allocation under this subsection, the superintendent of public instruction may withhold the allocation of state funds in whole or in part for support of the school district. Written notice of the intent to withhold state funds, with reasons stated for this action, shall be made to the school district

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- by the office of the superintendent of public instruction before any portion of the state allocation is withheld.
- **Sec. 3.** RCW 28A.520.020 and 2014 c 155 s 2 are each amended to 4 read as follows:

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- (1) There shall be a fund known as the federal forest revolving account. The state treasurer, who shall be custodian of the revolving account, shall deposit into the revolving account the funds for each county received by the state in accordance with Title 16, section 500, United States Code. The state treasurer shall distribute these moneys to the counties according to the determined proportional area. The county legislative authority shall expend fifty percent of the money for the benefit of the public roads and other public purposes as authorized by federal statute or public schools of such county and not otherwise. Disbursements by the counties of the remaining fifty percent of the money shall be as authorized by the superintendent of public instruction, or the superintendent's designee, and shall occur in the manner provided in subsection (2) of this section.
- (2) No later than thirty days following receipt of the funds from the federal government, the superintendent of public instruction shall apportion moneys distributed to counties for schools to public school districts in the respective counties in proportion to the number of resident full-time equivalent students enrolled in each public school district to the number of resident full-time equivalent students enrolled in public schools in the county. In apportioning these funds, the superintendent of public instruction shall utilize the October enrollment count.
- (3)(((a) Except as provided in (b) of this subsection, if the))

 The amount received by any public school district pursuant to subsection (2) of this section ((is less than)) must not reduce the basic education allocation to which the district would otherwise be entitled((, the superintendent of public instruction shall apportion to the district, in the manner provided by RCW 28A.510.250, an amount which shall be the difference between the amount received pursuant to subsection (2) of this section and the basic education allocation to which the district would otherwise be entitled.
- (b) If a school district has a poverty level of at least fifty-seven percent, the superintendent may not offset that district's basic education allocation by the amount of those federal forest revenues, to the extent that such revenues do not exceed seventy

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thousand dollars. The superintendent may offset the district's basic education allocations by the portion of the federal forest revenues that exceeds seventy thousand dollars. For purposes of this section, poverty is measured by the percentage of students eligible for free and reduced-price lunch in the previous school year)).

- (4) All federal forest funds shall be expended in accordance with the requirements of Title 16, section 500, United States Code, as now existing or hereafter amended.
- (5) The definition of resident student for purposes of this section shall be based on rules adopted by the superintendent of public instruction, which shall consider and address the impact of alternative learning experience students on federal forest funds distribution.

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