

LEGISLATIVE COMMITTEE MINUTES

SB40

Bill as Introduced

SB 40-FN-LOCAL - AS INTRODUCED

2013 SESSION

13-0918

04/01

SENATE BILL

40-FN-LOCAL

AN ACT

relative to distribution of education funds for fiscal year 2013.

SPONSORS:

Sen. Kelly, Dist 10; Sen. Boutin, Dist 16; Sen. Bradley, Dist 3; Sen. Carson, Dist 14; Sen. D'Allesandro, Dist 20; Sen. Fuller Clark, Dist 21; Sen. Gilmour, Dist 12; Sen. Hosmer, Dist 7; Sen. Larsen, Dist 15; Sen. Lasky, Dist 13; Sen. Pierce, Dist 5; Sen. Rausch, Dist 19; Sen. Soucy, Dist 18; Sen. Watters, Dist 4; Sen. Woodburn, Dist 1; Rep. Wallner, Merr 10; Rep. Gile, Merr 27; Rep. Leraudeau, Ches 12; Rep. Almy, Graf 13; Rep. Whittemore, Rock 5

COMMITTEE:

Finance

ANALYSIS

This bill provides funds for certain municipalities for the 2013 fiscal year.

Explanation:

Matter added to current law appears in ***bold italics***.

Matter removed from current law appears [~~in brackets and struckthrough.~~]

Matter which is either (a) all new or (b) repealed and reenacted appears in regular type.

STATE OF NEW HAMPSHIRE

In the Year of Our Lord Two Thousand Thirteen

AN ACT relative to distribution of education funds for fiscal year 2013.

Be it Enacted by the Senate and House of Representatives in General Court convened:

1 1 Determination of Education Grants. Amend RSA 198:41, IV to read as follows:

2 IV.(a) For fiscal year 2012, the department of education shall identify all municipalities in
3 which the fiscal year 2012 total education grant will be less than the fiscal year 2011 total education
4 grant. The department shall distribute a stabilization grant to each of those municipalities equal to
5 100 percent of the decrease.

6 (b) *For fiscal year 2013, the department of education shall identify all*
7 *municipalities in which the fiscal year 2013 total education grant, including any*
8 *stabilization grant distributed pursuant to subparagraph (a), will be less than the fiscal*
9 *year 2011 total education grant. The department shall distribute funds to each of those*
10 *municipalities equal to 100 percent of the decrease.*

11 (c) For fiscal year ~~[2013]~~ 2014, and each fiscal year thereafter, the department of
12 education shall distribute a total education grant to each municipality in an amount equal to the
13 total education grant for the fiscal year in which the grant is calculated plus the amount of the fiscal
14 year 2012 stabilization grant, if any, distributed to the municipality.

15 2 Effective Date. This act shall take effect upon passage.

CHAPTER 4
SB 40-FN-LOCAL - FINAL VERSION

2013 SESSION

13-0918
04/01

SENATE BILL ***40-FN-LOCAL***

AN ACT relative to distribution of education funds for fiscal year 2013.

SPONSORS: Sen. Kelly, Dist 10; Sen. Boutin, Dist 16; Sen. Bradley, Dist 3; Sen. Carson, Dist 14; Sen. D'Allesandro, Dist 20; Sen. Fuller Clark, Dist 21; Sen. Gilmour, Dist 12; Sen. Hosmer, Dist 7; Sen. Larsen, Dist 15; Sen. Lasky, Dist 13; Sen. Pierce, Dist 5; Sen. Rausch, Dist 19; Sen. Soucy, Dist 18; Sen. Watters, Dist 4; Sen. Woodburn, Dist 1; Rep. Wallner, Merr 10; Rep. Gile, Merr 27; Rep. Lerandeau, Ches 12; Rep. Almy, Graf 13; Rep. Whittemore, Rock 5

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15 4:2 Effective Date. This act shall take effect upon its passage.

16 Approved: March 18, 2013

17 Effective Date: March 18, 2013

LBAO
13-0918
01/17/13

SB 40-FN-LOCAL - FISCAL NOTE

AN ACT relative to distribution of education funds for fiscal year 2013.

FISCAL IMPACT:

Due to time constraints, the Office of Legislative Budget Assistant is unable to provide a fiscal note for this bill, as introduced, at this time. When completed, the fiscal note will be forwarded to the Senate Clerk's Office.

SB 40 FISCAL NOTE

AN ACT relative to distribution of education funds for fiscal year 2013.

FISCAL IMPACT:

The Department of Education states this bill, as introduced, will increase state education trust fund expenditures and local revenue by \$3,420,549 in FY 2013. This bill will have no fiscal impact on state and county revenue, or county and local expenditures.

METHODOLOGY:

The Department of Education states this bill would distribute funds to municipalities in which the FY 2013 total adequate education grant is less than the FY 2011 total adequate education grant. In FY 2012, municipalities in which the FY 2012 calculated adequate education grant was less than the FY 2011 adequate education grant received a stabilization grant equal to 100% of the difference. Pursuant to RSA 198:41, the amount of the stabilization grant remains constant at the FY 2012 level and does not change. In addition, in FY 2012 and 2013 the total adequate education grant of a municipality could not exceed the FY 2011 grant amount. As a result, a municipality's FY 2012 total adequate education grant was exactly equal to the municipality's grant in FY 2011.

In FY 2013, although the calculation of the total cost of an adequate education did not change from FY 2012 to FY 2013 (since the calculation was made for the biennium), and the stabilization grant amounts did not change from FY 2012 to FY 2013, some municipalities still would experience a decrease in their total adequate education grant amount due to an increase in the amount of State Wide Education Property Tax they are required to raise. This bill would provide these municipalities with an additional grant in order to hold these communities harmless against the decrease in their FY 2013 total adequate education grant from the FY 2012 level. The statewide amount of the additional grants that would be issued as a result of this bill would total \$3,420,549 in FY 2013, increasing the total statewide amount of adequate education grants from \$574,816,056 to \$578,236,605. Since the FY 2013 appropriation to the Department of Education for adequacy grants is \$578,236,605, the costs of this bill could be absorbed within the Department's existing budget and would not require an additional appropriation.

This bill does not require or contain an appropriation, and would have no fiscal impact in FY 2014 and each year thereafter.

Committee Minutes

**SENATE CALENDAR NOTICE
FINANCE**

Senator Chuck Morse Chairman
 Senator Jeanie Forrester V Chairman
 Senator Peter Bragdon
 Senator Lou D'Allesandro
 Senator Sylvia Larsen
 Senator Bob Odell

For Use by Senate Clerk's Office ONLY		
<input type="checkbox"/>	Bill Status	
<input type="checkbox"/>	Docket	
<input type="checkbox"/>	Calendar	
Proof	<input type="checkbox"/> Calendar	<input type="checkbox"/> Bill Status

Date: January 17, 2013

HEARINGS

Tuesday

1/22/2013

FINANCE

SH 103

1:00 PM

(Name of Committee)

(Place)

(Time)

EXECUTIVE SESSION MAY FOLLOW

1:00 PM	SB39-FN-A	relative to funding of capital projects of the division of ports and harbors, Pease development authority.
1:15 PM	SB40-FN-L	relative to distribution of education funds for fiscal year 2013.
1:30 PM	SB28	relative to the department of transportation inventory fund.

Participants:

SB39-FN-A	Sen. Chuck Morse	Sen. Martha Fuller Clark	Sen. David Boutin
Sen. Nancy Stiles	Rep. Robert Cushing	Rep. Aboul Khan	Rep. E. Elaine Andrews-Ahearn
Rep. Frederick Rice	Rep. David Borden		
Sen. David Watters			
SB40-FN-L	Sen. David Boutin	Sen. Jeb Bradley	Sen. Sharon Carson
Sen. Molly Kelly	Sen. Martha Fuller Clark	Sen. Peggy Gilmour	Sen. Andrew Hosmer
Sen. Lou D'Allesandro	Sen. Bette Lasky	Sen. David Pierce	Sen. Jim Rausch
Sen. Sylvia Larsen	Sen. David Watters	Sen. Jeff Woodburn	Rep. Mary Jane Wallner
Sen. Donna Soucy	Rep. Alfred Lerandean	Rep. Susan Almy	Rep. Lisa Whittemore
Rep. Mary Gile			
SB28	Sen. Peggy Gilmour	Rep. John Graham	Rep. David Campbell
Sen. Jim Rausch			

SENATE FINANCE COMMITTEE

Shannon Whitehead, Legislative Aide

SB 40 FN-L – relative to distribution of education funds for fiscal year 2013.

Hearing Date: January 22, 2013

Time Opened: 1:14pm

Time Closed: 1:36pm

Members of the Committee Present: Senators: Morse, Forrester, Larsen, Bragdon, Odell and D'Allesandro

Members of the Committee Absent: No one

Bill Analysis: This bill provides funds for certain municipalities for the 2013 fiscal year.

Sponsors: Sen. Kelly, Dist 10; Sen. Boutin, Dist 16; Sen. Bradley, Dist 3; Sen. Carson, Dist 14; Sen. D'Allesandro, Dist 20; Sen. Fuller Clark, Dist 21; Sen. Gilmour, Dist 12; Sen. Hosmer, Dist 7; Sen. Larsen, Dist 15; Sen. Lasky, Dist 13; Sen. Pierce, Dist 5; Sen. Rausch, Dist 19; Sen. Soucy, Dist 18; Sen. Watters, Dist 4; Sen. Woodburn, Dist 1; Rep. Wallner, Merr 10; Rep. Gile, Merr 27; Rep. Lerandeau, Ches 12; Rep. Almy, Graf 13; Rep. Whittemore, Rock 5

Who supports the bill: Sen. Kelly, Sen. Soucy, Sen. Lasky, Sen. Gilmour, Sen. Carson, Sen. Rausch, Sen. Boutin, Rep. Suzanne Smith, Scott McGilvery (NEA-N.H.) Sen. Woodburn, Sen. Hosmer, David Alokonis (City of Nashua) Mark Joyce (NHSAA) Dean Michener (N.H. School Boards Assoc.) Sen. Fuller Clark, Rep. Susan Almy, Laura Haney (AFT-N.H.), Lisa Whittemore, and Sen. Pierce.

Who opposes the bill: No one appeared in opposition

Summary of testimony presented in support:

Senator Kelly:

- The bill applies a small fix to address a technical error by the Department of Education whom applied the harmless clause that caused about 77 towns to rely on the wrong set of figures in creating their 2013 budget and now face an unexpected shortfall.

- RSA 198:41, current law, provides a “hold harmless” provision for education adequacy aid for the year 2012 by distributing a stabilization grant so that municipalities would not incur a decrease in aid from the previous year.
- SB 40 only applies the hold harmless clause for one more year in 2013.
- Appropriations for adequate education grants were unchanged during the budget process for 2012-2013, so applying a hold harmless provision for 2013 will not require any additional appropriations.
- By not making this correction, many towns may have to go back and re-vote on a new budget resulting in many cases assess higher taxes on citizens, in addition to the increases expected at town meetings for this year.
- Future budgets are not affected.
- Submitted:
 1. Spreadsheet of the 77 Towns impacted.
 - 2 Email/Testimony I support from the Lebanon School District Business Administrator: James Fenn
 3. Letter of support from the City of Nashua, written by Mark Conrad: Superintendent of Schools

Mark Joyce:

- This created such a challenge for us. This bill will relieve a great deal of anxiety on our schools.

Dean Michener:

- The school boards were working from what was given to them.
- Approximately 80 communities were impacted. The budget has the money to cover the amount. SB 40 can accomplish this.

Rep. Susan Almy:

- We are losing children at our schools.
- We were preparing how we were going to deal with all these circumstances; this bill will help solve this.

Senator Larsen:

- When is the state property tax set?

Mike Kane of LBA:

- The time frame is in October and based on the valuation of the equalized valuation by city and town.

Fiscal Note: Please refer to revised Fiscal Note 1-18-13

Future Action: OTP-6-0 Senator D’Allesandro for the committee

sgw

Date hearing report completed: 1-23-13

[file: SB40-FN-Le report]

SENATE FINANCE COMMITTEE

State House, Room 103
Concord, NH
Tuesday, January 22, 2013

SENATE BILL 40-EN-LOCAL, AN ACT relative to distribution of education funds for Fiscal Year 2013.

TESTIMONY OF:

Sen. Molly Kelly.	Pg. 1
Rep. Susan Almy	Pg. 6
Scott McGilvrey	Pg. 8
Dr. Mark Joyce.	Pg. 9
Dean Michener	Pg. 9
Laura Hainey.	Pg. 10
Michael Kane.	Pg. 11

CHAIRMAN MORSE: I'm going to open the hearing on Senate Bill 40, and I'm going to have Senator Kelly introduce the bill.

SEN. MOLLY KELLY, State Senator, Senate District #10: Yes, and thank you. And good afternoon to you, Mr. Chairman, and to all Members of the Committee. For the record, my name is Senator Molly Kelly, and I'm the State Senator representing District 10. As you all know, I am here this afternoon to introduce SB 40. And I know this can be a little bit of a complicated scenario, so I'm going to try a couple things. I'm going to start with trying to give you what I believe is just kind of a simple summary of the issue, Senator Bragdon. And so how I see that is this bill, what it does, is it applies a small fix to address a technical error by the Department of Education. And that error caused towns to rely on the wrong set of figures in creating their 2013 budget. If we don't make this correction, many towns may have to go back and re-vote on a new budget, and in many cases assess higher taxes on citizens, in addition, to the increases expected at town meetings for this year. So by making this small fix, we will prevent confusion, delay, and a possible potential for higher tax bills for citizens in about one-third of the towns in our state.

Now I'm going to try the technical version of this. Okay. So RSA 198:41, which I know you're all familiar with, is the current law. And it actually provides a hold harmless provision for Education Adequacy Aid for the year 2012. It does this and able to do this by distributing a stabilization grant so that the municipalities would not incur a decrease in aid from the previous year, 2011. And then the law states that beginning in 2013, the hold harmless provision was supposed to no longer apply. Municipalities would, however, according to the law, receive the same amount of stabilization grant from the previous year, but were not held harmless and so the grant level could possibly decrease. And, in fact, due to the Department of Revenue Administration change in the statewide property tax rate for 2013, the Adequacy grant was adjusted and many towns should have experienced a decrease. But now here truly is what happened and this is the problem.

The DOE made a technical error and applied the hold harmless clause for 2013. They gave their figures to towns and the towns relied on them to set their budgets, which were voted on almost a year ago. So the bottom line is that 77 towns relied on incorrect budget figures and now face an unexpected shortfall which they will have to fix with a new vote and, quite possibly, higher taxes. This is an error and it represents an unexpected burden for the citizens in these towns. We can fix it quickly and simply. SB 40 just applies the hold harmless clause for one more year in year 2013. Future budgets are not affected. As well, appropriations for Adequate Education Grants were unchanged during the budget process for 2012 and 2013. Applying the hold harmless provision for 2013 will not require, and this is important, it will not require any additional appropriations.

So while this is a simple mistake by the DOE, obviously it could have a not so simple impact on the citizens of 77 towns. Passing this bill would save frustration, confusion, and possibly an additional tax add-on. I hope we can make this small fix and help our citizens avoid the costly process. And, Mr. Chairman, I do ask you to act on this bill quickly and send it to the Senate floor so we can move this bi-partisan bill to

SENATE FINANCE COMMITTEE

JANUARY 22, 2013

SENATE BILL 40-FN-LOCAL

the House and then on to Governor Hassan for signature, because it pertains to 2013 budgets. And as we all know everyone is going back putting their budgets for '14 together and going to their voters soon. So the Bill actually will take effect upon passage.

So I am happy to answer any questions. I do have a couple letters. I have a letter from the superintendent in Nashua, and an e-mail from the superintendent in Lebanon.

CHAIRMAN MORSE: Questions for Senator Kelly? Senator D'Allesandro.

SEN. D'ALLESANDRO: Thank you, Mr. Chairman. It's clear that there'll be no additional appropriation.

CHAIRMAN MORSE: And I brought LBA here.

SEN. D'ALLESANDRO: Okay. There was an inconsistency in the way DOE had its information on the web site. The money's already been appropriated because the number remains the same. And many of the communities that were shortchanged, so to speak, through some kind of a communication with DOE have been notified of what the discrepancy is and that will be made up. So it seems to be a quote, unquote, a real technical correction in that we don't need any money.

CHAIRMAN MORSE: They already understand --

SEN. D'ALLESANDRO: Yes.

CHAIRMAN MORSE: -- that in '14 the money's following the student.

SEN. D'ALLESANDRO: Right.

CHAIRMAN MORSE: So they have been notified about that, so.

SEN. D'ALLESANDRO: All right.

SENATE FINANCE COMMITTEE

JANUARY 22, 2013

SENATE BILL 40-FN-LOCAL

CHAIRMAN MORSE: Okay. Questions.

SEN. FORRESTER: Thank you, Senator Kelly, for your testimony. I'm just curious, what's the average shortfall among the 77 towns?

SEN. KELLY: It's hard to say average because as you know they're --

SEN. FORRESTER: Is there a range?

SEN. KELLY: Well, I'm looking at -- I think in the letter there from Lebanon or Nashua it's like maybe over 300,000. I think a town in my district that's very small and it's 77,000, but it's all relative. Small town, 77,000 feels about as big to -- I think Manchester, Lou, is that over 300,000?

SEN. D'ALLESANDRO: It's 139,000, 139,000.

SEN. KELLY: In Manchester.

SEN. D'ALLESANDRO: There's a wide variance from a de minimis amount of money to 300,000. Keene has a big difference.

SEN. KELLY: Yeah, over 200,000 in Keene.

CHAIRMAN MORSE: The total number's 3.5 million.

SEN. D'ALLESANDRO: 3.5 million.

SEN. KELLY: I do have a list. Here's a list if you'd like it, Senator, for all the towns that were affected. It has all the towns and then over here on the left is -- I mean, over in the right in the parentheses are those that would see a decrease in what they relied on. So, basically, they relied on certain figures and then the mistake -- oh, there was an error. They would have had realized a decrease and as we all know the bottom line comes to the citizens. They would have to be the ones who

SENATE FINANCE COMMITTEE

JANUARY 22, 2013

SENATE BILL 40-FN-LOCAL

would feel the adjustment, so.

SEN. ODELL: I know I would like to have a copy of that.

SEN. FORRESTER: I would, too.

SEN. KELLY: I'm sorry, I think I only brought one.

CHAIRMAN MORSE: Senator Bragdon.

SEN. PRESIDENT BRAGDON: Thank you, Mr. Chairman. Thank you, Senator Kelly. I'm looking at this last line, effective upon passage. I could have sworn a week ago you were in my office and it said effective some other date, which is fine, I think upon passage is right.

SEN. KELLY: It was.

SEN. PRESIDENT BRAGDON: So you're saying this change after the sign-off deadline for sponsors had closed.

SEN. KELLY: After you and I spoke --

SEN. PRESIDENT BRAGDON: Yes.

SEN. KELLY: -- I did go and speak with the writer --

SEN. PRESIDENT BRAGDON: Yes.

SEN. KELLY: -- of the bill and he said I think that we can go ahead and adjust that before you take it to the Committee.

SEN. PRESIDENT BRAGDON: Thank you very much.

SEN. KELLY: And so I appreciate you pointing it out to me so I could have it adjusted to bring to you today.

SEN. PRESIDENT BRAGDON: Thank you, Senator.

SENATE FINANCE COMMITTEE

JANUARY 22, 2013

SENATE BILL 40-FN-LOCAL

CHAIRMAN MORSE: Further questions? Thank you, Senator Kelly.

Okay. The following Senators are in favor. Senator Soucy, Senator Lasky, Gilmore, Carson, Rausch, Boutin, Representative Smith, Senator Woodburn and Hosmer. Senator Fuller Clark. And, Representative Almy, do you want to speak.

REP. SUSAN ALMY, State Representative, Grafton County, District #13: Yes, I do. I put a question mark 'cause I wasn't sure if anyone at all was speaking. It looks like I'm it for speaking.

CHAIRMAN MORSE: Go ahead.

REP. ALMY: Thanks. I'm Representative Susan Almy, Grafton #13 this year, City of Lebanon. We are one of the top two or three that are hit in terms of the percentage of our budget that is disappearing in the middle of the school year. And, actually, not in the middle of the school year because they are now holding out hope until next month that this bill will be going through and that they will not have to discharge a number of teachers and re-manage a lot of school classrooms in the middle of the year.

We had 311,000, I think it was, out of a \$32 million budget which -- a lot of which is not discretionary. So teachers become discretionary. We have been losing children as a lot of the communities have. And we've been planning for the last year or two how we're going to deal with this as it comes on-line. They didn't know about Senator Forsythe's bill that changed the ADM from being a two-year lag to being immediate. So they didn't know that was coming up either. But they have been planning for the cutbacks that need to be made this next year starting in July.

There is no way to make this up on this year's property tax. Even if we had a special meeting right now to do that, the property tax has already been paid for -- for December, and the

SENATE FINANCE COMMITTEE

JANUARY 22, 2013

SENATE BILL 40-FN-LOCAL

next one comes at us in July. So we would definitely just have to be taking it out of education at this point. Next year we'll take it out of the property tax, unfortunately.

Our School Board which, interestingly enough, a large part of consists of the people that ran against us two terms ago can't figure out where to cut. But -- hum -- so the other thing that I wanted to add to this was that the hold harmless was -- must have been legislative intent. In the budget there was money to pay for a hold harmless for both years, but the language was only for the first year. So I see where the Department of Education managed to make its error. But the schools at that point were informed and the voters were informed that there was a hold harmless in effect for the term. And I think it's up to us to make that up, especially since we don't have to find the money anywhere else to do it with. And I was going to read to you Jim Fenn's letter from Lebanon; but since you've already got it from the Senator I won't do that. Thank you very much.

CHAIRMAN MORSE: Thank you. Any questions?

SEN. PRESIDENT BRAGDON: I guess just if I can. I think a correction. I just want to -- it doesn't change the situation, but if Lebanon were \$316,000 short this year, my understanding is teachers would not be subject to this because they're under contract so it would make the problem more acute actually. But I just wanted to correct the teacher issue. I think they're under contract for the entire year.

REP. ALMY: Yeah, they may be under contract for the whole year. They are talking about cutting teachers. I imagine that would be our -- would have to do a lot of substitutes in Lebanon. And I imagine they'd get rid of the substitutes and figure out some other way to do it. But I hadn't thought about the contract issue, but I do know that's what they have been talking about.

SEN. PRESIDENT BRAGDON: Doesn't change the overall fiscal

SENATE FINANCE COMMITTEE

JANUARY 22, 2013

SENATE BILL 40-FN-LOCAL

situation.

REP. ALMY: We meet tomorrow night so I'll ask them that.
Thank you.

CHAIRMAN MORSE: Thank you, Representative. Scott McGilvrey.

SCOTT MCGILVREY, President, NEA-New Hampshire: Thank you, Mr. Chair. My name is Scott McGilvrey. I'm President of the NEA-New Hampshire, representing 16,000 public school educators in all stages of their career. Para educators of public higher education are members, as well as education support personnel.

First of all, I'd like to take this opportunity to thank you for making this legislation one of the first items on your agenda this year. I believe in doing so you're really affirming the importance of public education to the lives of our students and to the economic vibrancy of the State of New Hampshire.

At the NEA, we believe that all of us are accountable for student success. Certainly as an educator myself, our job is to motivate and reach each of our children, parents and families are there to instill the importance and the value of education, student's responsibility to come to school ready to learn, and as elected officials to provide resources needed for schools and students to succeed.

Senate Bill 40 lets the students of New Hampshire and their families know you believe in the promise of education and are willing to be responsible and accountable for that, and we fully support you in this effort and we come today to speak in support of Senate Bill 40.

CHAIRMAN MORSE: Any questions for Scott? Thank you.

MR. MCGILVREY: Thank you.

CHAIRMAN MORSE: Dave Alukonis is signed up in favor not wishing to speak. Mark Jayo. Jayo? Oh, Mark Joyce.

SENATE FINANCE COMMITTEE

JANUARY 22, 2013

SENATE BILL 40-FN-LOCAL

DR. MARK JOYCE, New Hampshire School Administrators Association: I have to improve that, Mr. Chair. Mark Joyce on behalf of New Hampshire School Administrators Association and New Hampshire's Special-Ed. Administrators. I'll be very brief.

We wish to add our strong support for this Bill. And one of the uniquenesses that has yet to be emphasized is this created such a challenge, not because the amount was reduced but when it was reduced. Because it occurred after tax rates setting by the Revenue Administration. And so some people may not be aware, I'm sure you are, that once the appropriation is authorized at the annual meeting, the fiscal year closes, Revenue Administration automatically subtracts the amount the Department identifies as Adequacy Aid, Catastrophic Aid, Building Aid, and so the net amount of money is what is raised on taxes. So why this is so disruptive in the middle of the year is because it creates a school district revenue short. It has obligations and authorization, but it cannot raise revenue in any other way, unless they were to hold a special meeting and unless the community were to issue a supplemental tax bill, which is very rare. I've only known that to happen once when there was an egregious local error.

So we would strongly support the approval of this. And thank you for, again, bringing it up early in the session. It will relieve a great deal of anxiety throughout New Hampshire's schools.

CHAIRMAN MORSE: Any questions for Mark? Thank you. Dean Michener.

DEAN MICHENER, New Hampshire School Board Association: Thank you, Mr. Chairman, Members of the Committee. I'm Dean Michener with the New Hampshire School Board Association here in support of Senate Bill 40. I think previous testimony has clearly explained the problem, and I think that's been put forth very well. I'll shorten my remarks. Just would reiterate that school boards were working from information that was provided to

SENATE FINANCE COMMITTEE

JANUARY 22, 2013

SENATE BILL 40-FN-LOCAL

them, relying on that information. Tax rates and budgets have all been established. And we have -- I think, the number was 77 or approximately 80 communities are impacted by this, some significantly so. Depends upon the interaction with the statewide education property tax. But they're impacted right now and they need your help.

As indicated in the Fiscal Note, the State Budget has funds to cover this amount, which was included in the Department of Ed's appropriation for this current Fiscal Year. And I think Senate Bill 40, just to close, can accomplish, again, what this Legislature did for local communities at the start of this session when you passed very quickly a bill for the Newfound Regional District. Right now we have almost 80 communities that need your help to solve a funding problem for which they were totally unaware for this current year. We urge your support and passage of Senate Bill 40.

CHAIRMAN MORSE: Any questions? Seeing none; thank you.

MR. MICHENER: Thank you.

CHAIRMAN MORSE: Anyone else to speak on Senate Bill 40?

LAURA HAINNEY, President, AFT-New Hampshire: I did sign up over here.

CHAIRMAN MORSE: Come on up.

MS. HAINNEY: My name is Laura Hainney. I'm President of AFT-New Hampshire and we represent about 4,000 members here in New Hampshire, teachers, support staff, police officers, and higher ed. And I'm just here. I don't know how this mistake happened, when it happened, but I believe it will cause hardship on several communities so we are asking that you support this Bill.

CHAIRMAN MORSE: Okay. Thank you. Mike, can you answer some questions? It came up when Representative Almy spoke. And I'm

SENATE FINANCE COMMITTEE

JANUARY 22, 2013

SENATE BILL 40-FN-LOCAL

not sure that's how this happened. She stated legislative intent was how we got to the 578. Is that true or did we get to the 578 as the Department gave us that number when they calculated the legislation?

MICHAEL KANE, Deputy Legislative Budget Assistant, Office of Legislative Budget Assistant: The 578 was carried forward from Fiscal Year 2011. What happened during the budget process in '12 and '13 is that you had a debate going on with the Adequate Education funding bill and at the same time you had the budget bill. Not knowing what was going to happen with the Adequate Education bill, it level funded -- Adequate Education was level funded at 578 for '12 and '13.

CHAIRMAN MORSE: I guess you didn't answer my question.

MR. KANE: As far as legislative intent, I think the Legislature was very clear Fiscal Year 2013 would use the same stabilization rate as Fiscal '12.

CHAIRMAN MORSE: How come it wouldn't get recalculated -- for the process we are going through this year --

MR. KANE: Yes.

CHAIRMAN MORSE: -- why wouldn't that number been recalculated and Finance would have carried a number of 574?

MR. KANE: The rate of the statewide education property tax was not known at the time. It's not known until after the budget's already passed. So there's no way to predict what that rate will be. We do know the Legislature has to raise \$363 million and that's the estimate that was assumed. What we don't know is how the valuations will respond. And if the rate has to be set up, you know, a nickel or dime higher and how to account for that. So you'll be in the same situation this year. We know that we'll be raising approximately 363 million but until DRA sets that rate, we won't know the exact number. And

SENATE FINANCE COMMITTEE

JANUARY 22, 2013

SENATE BILL 40-FN-LOCAL

how it interacted with the formula is as you are required to raise more on the statewide education property tax, the preliminary grant amount decreases. And with the stabilization grant calculated once in '12 and not changing, that resulted in some cities and towns receiving less in a grant amount than they would have.

CHAIRMAN MORSE: But in this coming year, it won't be calculated the same because we're tracking a year -- one year behind --

MR. KANE: Yes.

CHAIRMAN MORSE: -- the amount of students.

MR. KANE: It will be in Fiscal Year 2014 the number of students, this decrease in the number of students in the makeup of the population remains the same as far as who's eligible for differentiated aid. Some communities will see reduction in their adequate education grant as a result of students. I think right now it's estimated to go down to about \$572 million and '15 is hard to predict. I'm sure the Department will just because they won't know what the number of students will be in the Fiscal Year 2015 calculation, they'll probably again just assume a level fund in the next year.

CHAIRMAN MORSE: Keep that in mind when you come to Finance, 'cause that's going to be interesting 'cause you're predicting two years when you're going one year. You're taking numbers that are supposedly one year old now.

MR. KANE: Yes.

CHAIRMAN MORSE: So if you level funded it, it's obviously wrong.

MR. KANE: If population continues to go down, you possibly have excess funds available.

CHAIRMAN MORSE: Well, charter schools stay a number of X and it's X plus 10 in the second year. But can I assume that many students are leaving the school system?

MR. KANE: Possibly.

CHAIRMAN MORSE: I mean, I wouldn't say it should be leveled. So we will be looking for that one. Okay.

SEN. LARSEN: A quick question. Could you remind me when is the statewide property tax rate set by the DRA? What's the approximate time frame?

MR. KANE: I believe -- I believe it's in October but I'll verify that with you.

SEN. LARSEN: And it's based --

MR. KANE: DOE -- oh, excuse me. Sorry.

SEN. LARSEN: It's based on the numbers they've got for the ADA amount?

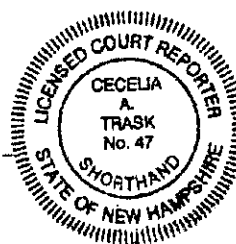
MR. KANE: It's based on valuation. The equalized valuation by community. DRA sets that, equalizes all the valuations by city and town and then applies the statewide education property tax rate necessary to raise as close as they can to \$363 million and they can only go down to like a half cent increment.

CHAIRMAN MORSE: Any further questions? Thanks, Mike. Close the hearing on Senate Bill 40.

CERTIFICATION

I, Cecelia A. Trask, a Licensed Court Reporter-Shorthand, do hereby certify that the foregoing transcript is a true and accurate transcript from my shorthand notes taken on said date to the best of my ability, skill, knowledge and judgment.

Cecelia A. Trask
Cecelia A. Trask, LSR, RMR, CRR
State of New Hampshire
License No. 47



Speakers

SENATE FINANCE COMMITTEE

Date <u>1/22/13</u>	Time <u>1:15 p.m.</u>	Public Hearing on	<u>SB 40-FN-L</u>
(Relative to distribution of education funds for fiscal year 2013.)			

Please check box(es) that apply.

	SPEAKING	FAVOR	OPPOSED	NAME (Please print)	REPRESENTING
✓	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Sen. Pacey	Dist. 18
✓	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Sen. Lasky	Dist. 13
✓	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Sen. Gilman	Dist. 12
✓	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	SENATOR SHARON CARSON	SD # 14
✓	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Senator Jim Pausch	District #19
✓	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	SENATOR DAVID BOUTIN	DISTRICT #16
✓	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Rep Suzanne Smith	Hebron Newfound Grafton 8
●	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Sen. Sherman Co	
✓	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	SCOTT McEILVEY	NEA - NH
✓	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Sen. Woodburn	SD - 8 / 1
✓	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Sen. Hosmer	SD - 7
✓	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	DAVID ALKONIS, CITY OF NASHUA	
✓	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	MARK JAYA	NH SAA
✓	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Dean Michener	NH School Boards Assn
✓	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Sen. Martha Fuller Clark	Dist. 21
✓	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Rep. Susan Almy	GR 13
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>		
●	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>		
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Testimony



Nashua School District
141 Ledge Street
Nashua, NH 03060-3071
603-966-1000
<http://www.nashua.edu>

MARK CONRAD
Superintendent of Schools

January 21, 2013

Senator Molly M. Kelly
State House, Room 302
107 North Main Street
Concord, NH 03301

RE: LETTER OF SUPPORT FOR SENATE BILL 40

Dear Senator Kelly:

I am writing in strong support of Senate Bill 40, An Act relative to distribution of education funds for fiscal year 2013. Without the passage of SB 40 the Nashua School District faces the unanticipated loss of \$342,606 in FY 2013 adequacy aid in the middle of our current fiscal year.

As provided for in state statute, on November 15, 2011 the New Hampshire Department of Education provided the Nashua School District with a firm calculation for adequate education funds the District would be receiving in the 2012-2013 school year. Nashua's elected officials, including the Board of Education, Mayor and Board of Aldermen worked long hours to thoughtfully create a FY 2013 school budget which balanced the cost of education to Nashua's taxpayers with the educational needs of our students. They established this expenditure budget, and projected a tax rate based on full receipt of the adequate aid number provided to us by the Department of Education. Moreover, the tax rate was set by the NH Department of Revenue based on the expectation of receiving these funds.

The unexpected loss of \$342,606 in the middle of the fiscal year, through no fault of our District, and after a budget has been established and a tax rate set places the Nashua School District in a very tenuous financial position, as the shortfall does many other New Hampshire school districts. This will have a negative impact on our taxpayers and the education of our children.

I therefore believe it is critical that the adequacy funds our District had a reasonable expectation of receiving be restored through Senate Bill 40. Thank you for sponsoring this legislation.

Sincerely

Mark Conrad
Superintendent of Schools

cc: Senator Chuck Morse, Chair, Senate Finance Committee

Martin, Gene

From: James Fenn [jfenn@sau88.net]
Sent: Friday, January 18, 2013 9:39 AM
To: Morse, Chuck
Cc: Gail Paludi; NH.Sen.Pierce@gmail.com; Andrew White; Almy, Susan; Kelly, Molly
Subject: Support for SB 40
Senator Morse,

I am writing to request your support for SB 40 at the hearing on this bill scheduled for 01/22/13 and in the Senate vote. This bill, sponsored by Senator Molly Kelly, corrects an error that was made in the interpretation of the school adequacy funding for the fiscal year ending June 30, 2013. This error has caused a large number of towns and cities to set their tax rates based on a number the Department of Revenue received from the Department of Education and then, on December 21, 2012, after the tax rate has been set and tax bills mailed, to receive notification that we were not going to receive all of the funds used in that process. For the Lebanon School District that is an unanticipated shortfall of \$316,175.00. Although Lebanon will suffer the second largest loss of any District in the state, many much small district will be hurt as much or more by the losses they will receive if this error is not corrected.

It is my understanding that the funding was approved as part of the general budget last session but that the interpretation of the law and the funding do not match.

Your help and support for this correcting legislation will be greatly appreciated.

James Fenn, Business Administrator
SAU 88 - Lebanon School District

IMPORTANT NOTICE REGARDING THIS ELECTRONIC MESSAGE:

The Right-To-Know Law provides that most e-mail communications, to or from School District employees regarding the business of the Lebanon School District, are government records available to the public upon request. Therefore, this e-mail communication may be subject to public disclosure. This e-mail is intended solely for the person or entity to which it is addressed and may contain confidential and/or privileged information. Any review, dissemination, copying, printing, or other use of this e-mail by persons or entities other than the addressee is strictly prohibited. If you receive this e-mail in error, please notify the sender immediately and delete the material from any computer.

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1/22/2013



CITY OF MANCHESTER

Theodore L. Gatsas

Mayor

January 29, 2013

NH State Senate
c/o Senator Donna Soucy
107 No. Main Street
Concord, NH 03301

RE: Letter of support for Senate Bill 40

Dear Honorable Members of the New Hampshire State Senate,

On behalf of the Board of School Committee of the City of Manchester I am pleased to offer our whole-hearted support of Senate Bill 40 relative to distribution of education funds for fiscal year 2013. On Tuesday, January 28, 2013 at a Special Meeting of the Board of School Committee we voted unanimously to support this legislation.

As you are aware there was a "glitch" in the education funding formula for this fiscal year that would cause Manchester to receive approximately \$192,000 less in adequacy aid. The Manchester School District had expected this aid and planned accordingly. It would be extremely difficult, or near impossible, for us to fund the additional monies to fill in this unexpected gap.

It is our understanding that several other New Hampshire cities are also affected by the formula "glitch" and Senate Bill 40 will remedy the situation. On behalf of the Board of School Committee we applaud and appreciate your efforts to make Manchester and the other cities whole and respectfully request that you vote in favor of the Ought to Pass motion on Senate Bill 40.

Thank you in advance for your consideration of our request and please feel free to contact myself or any other member of the Board of School Committee should you wish to discuss this request further.

Sincerely,

Theodore L. Gatsas
Mayor

cc: Her Excellency Maggie Hassan, Governor
The Hon. Pat Long, Chairman of the Manchester Delegation
Board of Aldermen

TLG/swp

**January 22, 2013
Remarks from Senator Molly Kelly-District 10
Senate Finance Committee**

Good afternoon Mr. Chairman and members of the committee,

For the record, my name is Senator Molly Kelly, State Senator representing District 10.

I am here this afternoon to introduce SB 40.

I am going to begin by giving you what I believe is the simple summary of the issue before us. This bill applies a small fix to address a technical error by DOE that caused towns to rely on the wrong set of figures in creating their 2013 budget. If we don't make this correction, many towns may have to go back and re-vote on a new budget and in many cases assess higher taxes on citizens, in addition to the increases expected at town meetings for this year. So, by making this small fix, we will prevent confusion, delay, and a possible potential for higher tax bills for citizens in 1/3 of the towns in our state.

Now the more technical version:

RSA 198:41, current law, provides a "hold harmless" provision for education adequacy aid for the year 2012. It does this by distributing a stabilization grant so that municipalities would not incur a decrease in aid from the previous year.

Beginning in 2013, however, the hold harmless provision was supposed to no longer apply. Municipalities would however, receive the same amount of stabilization grant from the previous year, but were not held harmless and so the grant level could possibly decrease. And in fact, due to the Department of Revenue Administration's change in the state-wide property tax rate for 2013, the adequacy grant was adjusted and many towns should have experienced a decrease.

But now here is the is the problem. The DOE made a technical error and applied the hold harmless clause. They gave their figures to towns, and the towns relied on them to set their budgets, which were voted on almost a year ago.

So the bottom line is that 77 towns relied on incorrect budget figures and now face an unexpected shortfall which they will have to fix with a new vote and quite possibly higher tax rates.

This is an error and it represents an unexpected burden for the citizens in these towns. We can fix it quickly and simply. SB 40 just applies the hold harmless clause for one more year in 2013. Future budgets are not affected.

As well, appropriations for adequate education grants were unchanged during the budget process for 2012-2013, so applying a hold harmless provision for 2013 will not require any additional appropriations.

In closing, while this was a simple mistake at DOE, it could have a not-so-simple impact on the citizens of these 77 towns. Passing this bill will save them frustration, confusion, and possibly an additional tax add-on. I hope we can make this small fix and help our citizens avoid a costly process.

Mr. Chairman, I ask you to act on this bill quickly and send it to the Senate Floor so we can move this bipartisan bill to the House then onto Governor Hassan for her signature

	A	B	C	D	E	F	G
				RSA 198:41			
	FY 2013			IV. (b)	Calculated	DOE Reported	
	Total Calculated Cost of an Adequate Education	SWEPT @ \$2.390	FY2013 Preliminary Grants = Cost - SWEPT (A-B)	FY2012 Stabilization Grant - Apply to FY2013 if necessary	FY2013 Grants Adj. for Cap and Stabilization (C+D)	FY2013 Grants Adj. for Cap and Stabilization	Difference (E-F)
State Total	778,334,935	363,674,748	438,769,943	158,922,031	574,816,056	578,236,605	(3,420,549)
Acworth	422,086	245,141	176,945	245,385	422,330	432,911	(10,581)
Albany	412,655	259,050	153,605	315,427	469,032	471,143	(2,111)
Alexandria	989,675	461,096	528,579	283,426	797,124	797,124	-
Allenstown	2,774,087	621,657	2,152,430	2,229,760	4,382,190	4,397,035	(14,845)
Alstead	1,071,007	371,203	699,804	721,271	1,373,562	1,373,562	-
Alton	3,242,590	3,645,381	-	-	-	-	-
Amherst	8,311,524	4,004,453	4,307,071	-	4,187,162	4,187,162	-
Andover	1,194,380	544,033	650,347	213,799	822,697	822,697	-
Antrim	1,923,880	590,445	1,333,435	1,207,389	2,533,076	2,533,076	-
Ashland	1,015,873	584,452	431,421	275,155	706,576	724,174	(17,598)
Atkinson	3,912,013	2,042,608	1,869,405	-	1,047,436	1,047,436	-
Auburn	3,280,194	1,509,655	1,770,539	69,205	1,839,744	1,866,979	(27,235)
Barnstead	3,080,671	1,136,050	1,944,621	888,419	2,774,972	2,774,972	-
Barrington	5,228,499	1,990,996	3,237,503	726,151	3,925,320	3,925,320	-
Bartlett	1,628,393	2,363,054	-	18,308	18,308	18,308	-
Bath	470,829	284,060	186,769	259,033	445,802	451,073	(5,271)
Bedford	15,454,112	7,697,159	7,756,953	-	3,461,737	3,461,737	-
Belmont	4,634,335	1,557,845	3,076,490	1,234,455	4,177,182	4,177,182	-
Bennington	1,093,489	249,094	844,395	490,504	1,321,749	1,321,749	-
Benton	122,844	66,730	56,114	59,781	115,895	120,189	(4,294)
Berlin	5,975,156	807,002	5,168,154	5,495,595	10,663,749	10,756,851	(93,102)
Bethlehem	1,546,366	625,371	920,995	449,239	1,370,234	1,398,908	(28,674)
Boscawen	2,153,423	565,785	1,587,638	1,119,944	2,693,114	2,693,114	-
Bow	5,989,463	2,194,614	3,794,849	349,883	4,082,126	4,082,126	-
Bradford	888,375	513,781	374,594	199,555	548,701	548,701	-
Brentwood	3,197,865	1,106,801	2,091,064	-	1,841,565	1,841,565	-
Bridgewater	464,589	811,141	-	-	-	-	-
Bristol	1,860,777	1,154,894	705,883	267,027	972,910	1,055,426	(82,516)
Brookfield	332,350	242,648	89,702	56,013	135,327	135,327	-
Brookline	4,317,536	1,162,873	3,154,663	758,524	3,865,563	3,865,563	-
Cambridge	-	19,471	-	203	203	203	-
Campton	1,810,952	946,469	864,483	669,210	1,533,693	1,561,689	(27,996)
Canaan	1,982,489	846,454	1,136,035	957,458	2,093,493	2,127,112	(33,619)
Candia	2,388,099	878,332	1,509,767	-	1,368,798	1,368,798	-
Canterbury	1,085,654	634,712	450,942	-	421,523	421,523	-
Carroll	298,150	838,889	-	-	-	-	-
Center Harbor	561,768	991,190	-	-	-	-	-
Charlestown	3,230,326	666,913	2,563,413	2,520,022	5,083,435	5,103,062	(19,627)
Chatham	217,828	129,747	88,081	-	85,888	85,888	-
Chester	3,699,228	1,137,763	2,561,465	532,325	3,025,945	3,025,945	-
Chesterfield	2,261,517	1,333,811	927,706	119,256	1,046,962	1,143,053	(96,091)
Chichester	1,405,095	588,167	816,928	115,615	908,770	908,770	-
Claremont	8,081,674	1,807,138	6,274,536	6,284,832	12,493,163	12,493,163	-
Clarksville	116,793	102,715	14,078	46,927	61,005	72,231	(11,226)
Colebrook	1,345,793	380,312	965,481	1,088,682	2,054,163	2,067,203	(13,040)
Columbia	409,791	153,239	256,552	199,764	444,625	444,625	-
Concord	19,686,878	8,219,565	11,467,313	1,827,473	13,154,017	13,154,017	-
Conway	5,613,513	3,427,926	2,185,587	794,365	2,932,022	2,932,022	-
Cornish	727,158	431,295	295,863	418,638	714,501	742,953	(28,452)

	A	B	C	D	E	F	G
				RSA 198:41			
	FY 2013			IV. (b)	Calculated	DOE Reported	
	Total Calculated Cost of an Adequate Education	SWEPT @ \$2.390	FY2013 Preliminary Grants = Cost - SWEPT (A-B)	FY2012 Stabilization Grant - Apply to FY2013 if necessary	FY2013 Grants Adj. for Cap and Stabilization (C+D)	FY2013 Grants Adj. for Cap and Stabilization	Difference (E-F)
State Total	778,334,935	363,674,748	438,769,943	158,922,031	574,816,056	578,236,605	(3,420,549)
Croydon	377,350	230,181	147,169	190,872	338,041	341,633	(3,592)
Dalton	645,371	196,229	449,142	329,178	757,751	757,751	-
Danbury	761,013	286,779	474,234	390,811	842,630	842,630	-
Danville	3,460,053	788,424	2,671,629	1,082,803	3,691,842	3,691,842	-
Deerfield	2,667,724	1,127,595	1,540,129	341,247	1,881,376	1,934,447	(53,071)
Deering	1,009,392	454,392	555,000	398,400	949,234	949,234	-
Derry	24,650,056	5,969,646	18,680,410	8,668,413	27,194,827	27,194,827	-
Dix's Grant	-	2,213	-	-	-	-	-
Dixville	13,914	39,597	-	8,706	8,706	8,706	-
Dorchester	244,588	93,583	151,005	180,839	331,844	334,878	(3,034)
Dover	13,821,384	6,568,079	7,253,305	-	6,051,542	6,051,542	-
Dublin	588,757	606,265	-	14,881	14,881	15,907	(1,026)
Dummer	177,590	74,929	102,661	50,888	153,549	155,375	(1,826)
Dunbarton	1,457,907	680,285	777,622	-	540,391	540,391	-
Durham	3,446,397	2,116,904	1,329,493	12,435	1,341,928	1,396,819	(54,891)
East Kingston	1,526,545	662,060	864,485	-	605,165	605,165	-
East	79,612	155,268	-	-	-	-	-
Eaton	135,951	248,149	-	-	-	-	-
Effingham	1,054,646	422,593	632,053	323,629	949,721	949,721	-
Ellsworth	48,990	32,867	16,123	-	13,548	13,548	-
Enfield	2,363,494	1,310,169	1,053,325	58,733	1,058,791	1,058,791	-
Epping	3,707,768	1,483,023	2,224,745	867,069	3,091,814	3,138,805	(46,991)
Epsom	2,495,387	970,503	1,524,884	957,446	2,482,330	2,557,557	(75,227)
Errol	74,643	186,688	-	14,426	14,426	14,426	-
Exeter	8,309,296	3,819,125	4,490,171	-	4,125,229	4,125,229	-
Farmington	5,012,389	1,014,518	3,997,871	2,915,260	6,838,255	6,838,255	-
Fitzwilliam	1,347,117	583,055	764,062	208,236	972,298	999,719	(27,421)
Francestown	896,946	464,528	432,418	173,610	556,578	556,578	-
Franconia	491,031	679,078	-	-	-	-	-
Franklin	5,786,302	1,311,104	4,475,198	4,037,017	8,506,667	8,506,667	-
Freedom	538,960	1,232,986	-	-	-	-	-
Fremont	2,796,847	846,882	1,949,965	-	1,783,978	1,783,978	-
Gilford	4,410,695	4,079,248	331,447	363,818	624,118	624,118	-
Gilmanton	2,313,074	1,118,912	1,194,162	-	1,072,407	1,072,407	-
Gilsum	392,800	150,348	242,452	286,055	525,131	525,131	-
Goffstown	9,315,034	3,217,126	6,097,908	1,044,153	7,123,509	7,123,509	-
Gorham	1,709,624	565,663	1,143,961	849,335	1,993,296	1,994,868	(1,572)
Goshen	380,383	177,946	202,437	221,681	424,118	429,541	(5,423)
Grafton	753,606	295,857	457,749	250,176	707,925	713,493	(5,568)
Grantham	1,449,270	1,198,739	250,531	-	11,775	11,775	-
Greenfield	1,027,163	361,943	665,220	347,765	1,012,985	1,024,008	(11,023)
Greenland	1,902,987	1,549,572	353,415	19,719	373,134	489,992	(116,858)
Green	1,393,267	251,620	1,141,647	1,186,815	2,285,260	2,285,260	-
Groton	255,497	140,617	114,880	204,912	306,711	306,711	-
Hale's Location	5,865	166,670	-	-	-	-	-
Hampstead	5,723,941	2,379,918	3,344,023	13,676	3,357,699	3,435,071	(77,372)
Hampton	7,101,959	6,630,301	471,658	-	124,436	124,436	-
Hampton Falls	1,391,852	1,011,808	380,044	-	144,312	144,312	-
Hancock	805,916	586,997	218,919	128,961	347,880	357,358	(9,478)

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				RSA 198:41			
	FY 2013			IV. (b)	Calculated	DOE Reported	
	Total Calculated Cost of an Adequate Education	SWEPT @ \$2.390	FY2013 Preliminary Grants = Cost - SWEPT (A-B)	FY2012 Stabilization Grant - Apply to FY2013 if necessary	FY2013 Grants Adj. for Cap and Stabilization (C+D)	FY2013 Grants Adj. for Cap and Stabilization	Difference (E-F)
State Total	778,334,935	363,674,748	438,769,943	158,922,031	574,816,056	578,236,605	(3,420,549)
Hanover	4,421,241	4,637,682	-	-	-	-	-
Harrisville	361,534	504,999	-	13,345	13,345	13,345	-
Hart's Location	17,250	39,093	-	-	-	-	-
Haverhill	2,531,896	751,024	1,780,872	2,110,445	3,816,169	3,816,169	-
Hebron	238,175	633,539	-	-	-	-	-
Henniker	2,708,103	958,167	1,749,936	840,538	2,590,474	2,595,364	(4,890)
Hill	678,787	218,751	460,036	64,565	503,239	503,239	-
Hillsboro	4,090,553	1,094,914	2,995,639	2,337,908	5,237,415	5,237,415	-
Hinsdale	2,775,760	561,497	2,214,263	2,455,617	4,645,701	4,645,701	-
Holderness	1,211,708	1,630,806	-	-	-	-	-
Hollis	5,467,285	2,886,309	2,580,976	-	2,041,102	2,041,102	-
Hooksett	7,703,317	3,682,884	4,020,433	-	3,073,988	3,073,988	-
Hopkinton	3,604,966	1,590,949	2,014,017	-	2,014,017	2,087,695	(73,678)
Hudson	15,387,010	5,999,366	9,387,644	-	9,304,212	9,304,212	-
Jackson	304,180	918,531	-	78,127	78,127	78,127	-
Jaffrey	3,486,063	1,069,615	2,416,448	1,210,683	3,615,449	3,615,449	-
Jeffrey	595,696	319,652	276,044	208,016	484,060	495,042	(10,982)
Keene	11,291,768	4,466,188	6,825,580	3,559,530	10,385,110	10,552,770	(167,660)
Kensington	1,550,640	747,405	803,235	-	461,283	461,283	-
Kingston	3,551,576	1,529,347	2,022,229	-	1,684,883	1,684,883	-
Laconia	9,706,678	4,746,462	4,960,216	1,476,216	6,436,432	6,460,883	(24,451)
Lancaster	2,349,755	600,448	1,749,307	1,995,143	3,744,450	3,745,907	(1,457)
Landaff	215,641	120,552	95,089	61,334	156,423	164,643	(8,220)
Langdon	415,087	143,947	271,140	174,135	444,890	444,890	-
Lebanon	6,108,131	4,404,043	1,704,088	777,657	2,481,745	2,797,920	(316,175)
Lee	2,975,966	981,844	1,994,122	672,635	2,635,704	2,635,704	-
Lempster	643,890	278,351	365,539	271,086	629,561	629,561	-
Lincoln	661,562	1,868,035	-	-	-	-	-
Lisbon	1,221,335	261,686	959,649	884,432	1,844,081	1,850,724	(6,643)
Litchfield	5,730,196	1,847,398	3,882,798	2,167,003	6,049,801	6,147,683	(97,882)
Littleton	3,587,437	1,278,352	2,309,085	1,499,432	3,808,517	3,863,011	(54,494)
Londonderry	19,621,249	6,581,137	13,040,112	1,299,132	14,339,244	14,646,530	(307,286)
Loudon	3,047,278	1,216,419	1,830,859	714,779	2,485,583	2,485,583	-
Lyman	210,250	140,788	69,462	101,586	171,048	171,651	(603)
Lyme	970,928	767,237	203,691	52,744	227,916	227,916	-
Lyndeborough	762,339	410,994	351,345	96,643	447,988	468,983	(20,995)
Madbury	1,259,298	501,935	757,363	142,943	881,499	881,499	-
Madison	1,260,514	1,070,035	190,479	307,677	479,843	479,843	-
Manchester	63,765,482	19,881,887	43,883,595	12,684,445	56,568,040	56,761,263	(193,223)
Marlborough	1,079,064	447,480	631,584	550,103	1,181,687	1,182,556	(869)
Marlow	368,271	152,541	215,730	369,665	580,710	580,710	-
Martin's Location	-	-	-	-	-	-	-
Mascot	616,401	377,602	238,799	53,895	272,969	272,969	-
Meredith	3,523,698	4,239,096	-	248,981	248,981	248,981	-
Merrimack	16,791,040	6,756,913	10,034,127	536,704	10,445,382	10,445,382	-
Middleton	1,115,410	395,483	719,927	580,251	1,281,233	1,281,233	-
Milan	749,007	249,099	499,908	627,508	1,127,416	1,139,704	(12,288)
Milford	10,312,880	3,129,442	7,183,438	1,103,846	8,245,513	8,245,513	-
Millsfield	16,329	15,306	1,023	-	-	-	-

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				RSA 198:41			
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State Total	778,334,935	363,674,748	438,769,943	158,922,031	574,816,056	578,236,605	(3,420,549)
Milton	2,698,587	921,884	1,776,703	1,281,853	3,007,805	3,007,805	-
Monroe	425,280	194,410	230,870	53,118	270,707	270,707	-
Mont Vernon	1,844,790	601,702	1,243,088	252,587	1,495,675	1,514,860	(19,185)
Moultonborough	2,627,059	6,901,215	-	-	-	-	-
Nashua	50,769,372	19,979,357	30,790,015	4,866,351	35,656,366	35,998,972	(342,606)
Nelson	391,226	286,429	104,797	95,905	200,702	208,686	(7,984)
New Boston	3,462,224	1,318,501	2,143,723	35,366	2,179,089	2,218,216	(39,127)
Newbury	1,032,599	1,674,649	-	4,256	4,256	4,256	-
New Castle	341,632	1,434,553	-	-	-	-	-
New Durham	1,806,870	992,148	814,722	-	661,344	661,344	-
Newfields	1,362,687	566,101	796,586	-	681,376	681,376	-
New Hampton	1,119,003	748,510	370,493	359,153	729,646	784,885	(55,239)
Newington	360,027	1,207,214	-	-	-	-	-
New Ipswich	3,183,994	880,008	2,303,986	893,573	3,131,119	3,131,119	-
New London	1,561,913	2,768,700	-	-	-	-	-
Newport	4,059,026	1,806,155	2,252,871	-	2,252,871	2,280,088	(27,217)
Newport	4,290,746	1,051,887	3,238,859	3,663,773	6,902,632	6,931,339	(28,707)
Newton	2,935,901	1,065,704	1,870,197	97,091	1,967,288	2,023,518	(56,230)
Northfield	3,131,794	705,893	2,425,901	2,278,108	4,655,230	4,655,230	-
North Hampton	2,329,444	2,404,456	-	234,921	234,921	234,921	-
Northumberland	1,526,607	236,634	1,289,973	1,386,032	2,666,064	2,666,064	-
Northwood	2,781,311	1,126,351	1,654,960	770,015	2,373,409	2,373,409	-
Nottingham	2,698,163	1,311,705	1,386,458	-	1,167,725	1,167,725	-
Odell	-	4,934	-	-	-	-	-
Orange	194,534	68,492	126,042	128,496	249,633	249,633	-
Ossipee	2,676,713	1,563,680	1,113,033	1,019,165	1,942,033	1,942,033	-
Pelham	8,254,218	3,349,198	4,905,020	-	3,589,850	3,589,850	-
Pembroke	4,606,346	1,344,325	3,262,021	2,363,044	5,526,393	5,526,393	-
Penacook	3,152,617	765,364	2,387,253	1,018,542	3,398,379	3,398,379	-
Peterborough	3,817,775	1,671,892	2,145,883	401,020	2,423,494	2,423,494	-
Piermont	458,944	221,044	237,900	144,093	381,993	389,186	(7,193)
Pinkham's Grant	-	6,894	-	1,182	1,182	1,182	-
Pittsburg	433,805	631,746	-	35,370	35,370	35,370	-
Pittsfield	2,632,950	579,210	2,053,740	2,185,277	4,202,053	4,202,053	-
Plainfield	1,273,884	669,831	604,053	167,558	771,611	794,931	(23,320)
Plaistow	5,089,737	2,166,907	2,922,830	-	2,141,546	2,141,546	-
Plymouth	2,547,679	999,732	1,547,947	1,711,893	3,259,840	3,312,975	(53,135)
Portsmouth	8,587,482	9,361,188	-	-	-	-	-
Randolph	102,920	138,990	-	16,897	16,897	16,897	-
Raymond	5,879,630	2,085,381	3,794,249	1,745,301	5,539,550	5,675,141	(135,591)
Richmond	751,672	238,983	512,689	465,859	978,548	988,069	(9,521)
Rindge	3,034,545	1,306,372	1,728,173	-	1,559,989	1,559,989	-
Rochester	18,746,501	4,930,448	13,816,053	8,781,918	22,458,109	22,458,109	-
Rollinsford	1,337,666	621,380	716,286	-	539,059	539,059	-
Roxbury	79,642	66,175	13,467	34,708	48,175	48,576	(401)
Rumney	965,485	436,505	528,980	367,966	896,946	909,518	(12,572)
Rye	2,471,156	4,260,851	-	-	-	-	-
Salem	17,311,648	9,093,680	8,217,968	-	5,317,323	5,317,323	-
Salisbury	866,634	325,054	541,580	64,567	583,313	583,313	-

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State Total	778,334,935	363,674,748	438,769,943	158,922,031	574,816,056	578,236,605	(3,420,549)
Sanbornton	1,463,084	1,030,586	432,498	171,216	603,714	635,390	(31,676)
Sandown	4,623,411	1,247,018	3,376,393	1,397,719	4,739,561	4,739,561	-
Sandwich	556,391	1,145,122	-	-	-	-	-
Seabrook	4,674,698	3,275,572	1,399,126	81,743	1,304,915	1,304,915	-
Sharon	143,416	118,851	24,565	28,775	37,947	37,947	-
Shelburne	159,098	119,780	39,318	58,638	97,956	108,145	(10,189)
Somersworth	7,040,749	1,986,131	5,054,618	2,258,945	7,288,749	7,288,749	-
South Hampton	445,161	342,641	102,520	19,516	113,956	113,956	-
Springfield	840,402	446,276	394,126	43,324	437,450	440,890	(3,440)
Stark	296,328	134,017	162,311	181,655	343,966	347,649	(3,683)
Stewartstown	567,361	199,577	367,784	195,521	550,121	550,121	-
Stoddard	466,147	657,343	-	-	-	-	-
Strafford	2,732,332	1,062,009	1,670,323	639,922	2,279,185	2,279,185	-
Stratford	435,892	104,698	331,194	489,246	805,454	805,454	-
Stratham	4,803,431	2,756,072	2,047,359	-	1,469,989	1,469,989	-
Sugar Hill	253,524	384,025	-	-	-	-	-
Sullivan	340,297	130,529	209,768	398,234	602,965	602,965	-
Success	-	26,286	-	-	-	-	-
Sunapee	1,753,214	2,892,029	-	18,441	18,441	18,441	-
Surry	255,838	203,107	52,731	68,004	120,735	126,897	(6,162)
Sutton	1,058,899	656,791	402,108	-	367,584	367,584	-
Swanzy	3,998,691	1,367,925	2,630,766	2,771,957	5,402,723	5,461,814	(59,091)
Tamworth	1,328,707	820,697	508,010	111,889	619,899	644,699	(24,800)
Temple	850,892	356,655	494,237	85,370	579,607	589,771	(10,164)
Thornton	1,212,059	824,999	387,060	153,102	502,846	502,846	-
Tilton	1,687,128	1,179,037	508,091	566,664	1,045,041	1,045,041	-
Troy	1,401,730	280,864	1,120,866	1,086,909	2,194,336	2,194,336	-
Tuftonboro	1,341,534	2,423,839	-	201,448	201,448	201,448	-
Unity	711,686	307,523	404,163	426,902	831,065	840,904	(9,839)
Wakefield	3,042,309	2,097,160	945,149	644,897	1,448,184	1,448,184	-
Walpole	1,998,376	939,639	1,058,737	386,221	1,394,330	1,394,330	-
Warner	1,543,312	659,671	883,641	228,711	1,107,454	1,107,454	-
Warren	604,129	187,506	416,623	421,988	838,611	844,870	(6,259)
Washington	735,381	559,142	176,239	-	94,456	94,456	-
Waterville Valley	125,284	865,821	-	-	-	-	-
Weare	6,464,845	1,827,036	4,637,809	3,127,249	7,765,058	7,791,272	(26,214)
Webster	1,020,137	460,937	559,200	12,839	563,254	563,254	-
Wentworth	497,886	199,105	298,781	297,453	587,018	587,018	-
Wentworth's Location	11,251	21,987	-	-	-	-	-
Westmoreland	825,416	433,606	391,810	242,579	614,400	614,400	-
Whitefield	1,360,799	414,174	946,625	838,865	1,756,684	1,756,684	-
Wilmot	746,164	418,094	328,070	81,042	362,711	362,711	-
Wilton	2,064,580	871,278	1,193,302	67,411	1,230,457	1,230,457	-
Windsor	2,780,481	653,551	2,126,930	1,854,823	3,981,753	4,059,076	(77,323)
Windham	8,863,327	4,979,627	3,883,700	-	2,393,584	2,393,584	-
Windsor	122,182	57,048	65,134	65,534	108,168	108,168	-
Wolfeboro	3,287,539	4,911,733	-	129,926	129,926	129,926	-
Woodstock	822,500	592,757	229,743	103,906	333,649	354,883	(21,234)
Orford	667,780	328,211	339,569	54,926	327,707	327,707	-

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State Total	778,334,935	363,674,748	438,769,943	158,922,031	574,816,056	578,236,605	(3,420,549)
ATK. & GILMANTON	-	1,637	-	61	61	61	-
BEAN'S GRANT	-	-	-	-	-	-	-
BEAN'S PURCHASE	-	40	-	7	7	7	-
CHANDLER'S PURC	-	113	-	-	-	-	-
CRAWFORD'S PURC	-	387	-	236	236	236	-
CUTT'S GRANT	-	-	-	-	-	-	-
ERVING'S GRANT	-	196	-	-	-	-	-
GREEN'S GRANT	-	9,835	-	1,283	1,283	1,283	-
HADLEY'S PURCH.	-	-	-	-	-	-	-
KILKENNY	-	-	-	-	-	-	-
LIVERMORE	-	347	-	-	-	-	-
LOW & BURBANK G	-	-	-	-	-	-	-
SARGENT'S PURCH	-	4,428	-	1,605	1,605	1,605	-
SEC. COLLEGE	-	3,427	-	-	-	-	-
THOMAS MES. PURC	-	14,442	-	1,639	1,639	1,639	-

Committee Report

STATE OF NEW HAMPSHIRE
SENATE
REPORT OF THE COMMITTEE

Date: January 22, 2013

THE COMMITTEE ON Finance

to which was referred Senate Bill 40-FN-L

AN ACT relative to distribution of education funds for fiscal year
2013.

Having considered the same, the committee recommends that the Bill:

OUGHT TO PASS

BY A VOTE OF: 6-0

Senator Lou D'Allesandro
For the Committee

Shannon Whitehead 271-4980

New Hampshire General Court - Bill Status System

Docket of SB40

Docket Abbreviations

Bill Title: relative to distribution of education funds for fiscal year 2013.*Official Docket of SB40:*

Date	Body	Description
1/3/2013	S	Introduced and Referred to Finance; SJ 4
1/17/2013	S	Hearing: 1/22/13, Room 103, SH, 1:15 p.m.; SC5
1/24/2013	S	Committee Report: Ought to Pass, 1/31/13; SC6
1/31/2013	S	Ought to Pass, RC 23Y-0N , MA; OT3rdg; SJ 4
2/4/2013	H	Introduced During Recess of 1/30/2013 Session and Referred to Finance; HJ 14 , PG.260
2/5/2013	H	Public Hearing: 2/12/2013 10:00 AM LOB 210-211
2/5/2013	H	Full Committee Work Session: 2/12/2013 11:30 AM LOB 210-211
2/5/2013	H	Executive Session: 2/14/2013 1:00 PM LOB 210-211
2/15/2013	H	Majority Committee Report: Ought to Pass for Mar 6 (Vote 22-1; Part II RC); HC 20 , PG.423-424
2/15/2013	H	Minority Committee Report: Inexpedient to Legislate; HC 20 , PG.423-424
3/6/2013	H	Moved to Next Order of Business Without Objection; HJ 24 , PG.699-701
3/6/2013	H	Ought to Pass: MA RC 302-34 ; HJ 24 , PG.699-701
3/13/2013	H	Enrolled; HJ 26 , PG.826
3/14/2013	S	Enrolled
3/19/2013	S	Signed by the Governor on 03/18/2013; Chapter 0004; Effective 03/18/2013

NH House

NH Senate

Other Referrals

COMMITTEE REPORT FILE INVENTORY

SB40FN1

ORIGINAL REFERRAL

RE-REFERRAL

1. THIS INVENTORY IS TO BE SIGNED AND DATED BY THE COMMITTEE AIDE AND PLACED INSIDE THE FOLDER AS THE FIRST ITEM IN THE COMMITTEE FILE.
2. PLACE ALL DOCUMENTS IN THE FOLDER FOLLOWING THE INVENTORY IN THE ORDER LISTED.
3. THE DOCUMENTS WHICH HAVE AN "X" BESIDE THEM ARE CONFIRMED AS BEING IN THE FOLDER.
4. THE COMPLETED FILE IS THEN DELIVERED TO THE CALENDAR CLERK.

- DOCKET (Submit only the latest docket found in Bill Status)
- COMMITTEE REPORT
- CALENDAR NOTICE
- HEARING REPORT
- HANDOUTS FROM THE PUBLIC HEARING
- PREPARED TESTIMONY AND OTHER SUBMISSIONS
- SIGN-UP SHEET(S)

ALL AMENDMENTS (passed or not) CONSIDERED BY COMMITTEE:

___ - AMENDMENT # ___ ___ - AMENDMENT # ___
___ - AMENDMENT # ___ ___ - AMENDMENT # ___

ALL AVAILABLE VERSIONS OF THE BILL:

AS INTRODUCED ___ AS AMENDED BY THE HOUSE
 FINAL VERSION ___ AS AMENDED BY THE SENATE

OTHER (Anything else deemed important but not listed above, such as amended fiscal notes): FN, Transcript

IF YOU HAVE A RE-REFERRED BILL, YOU ARE GOING TO MAKE UP A DUPLICATE FILE FOLDER

DATE DELIVERED TO SENATE CLERK

7-17-13

SGW

BY COMMITTEE AIDE