

SB 420-FN-A-LOCAL - AS INTRODUCED

2022 SESSION

22-3110

10/04

SENATE BILL ***420-FN-A-LOCAL***

AN ACT establishing an extraordinary need grant for schools.

SPONSORS: Sen. Hennessey, Dist 1; Sen. Birdsell, Dist 19; Sen. Bradley, Dist 3; Sen. Watters,
Dist 4; Sen. Giuda, Dist 2; Sen. Ricciardi, Dist 9; Sen. Avarad, Dist 12; Sen.
Carson, Dist 14; Sen. Morse, Dist 22; Rep. Shaw, Hills. 16

COMMITTEE: Education

ANALYSIS

This bill establishes an extraordinary need grant for schools in addition to regular adequate education grants and relief grants.

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Matter which is either (a) all new or (b) repealed and reenacted appears in regular type.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

AN ACT establishing an extraordinary need grant for schools.

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

1 1 New Section; Extraordinary Need Grants for Schools. Amend RSA 198 by inserting after
2 section 40-e the following new section:

3 198:40-f Extraordinary Need Grants.

4 I. In addition to aid for the cost of the opportunity for an adequate education provided under
5 RSA 198:40-a, each year the commissioner shall calculate an extraordinary need grant for schools
6 and provide that amount of aid to a municipality's school districts as follows:

7 (a) A municipality with an equalized valuation per pupil eligible to receive a free or
8 reduced-priced meal of \$1,000,000 or less shall receive \$650 per pupil eligible to receive a free or
9 reduced-price meal in the municipality's ADMR.

10 (b) A municipality with an equalized valuation per pupil eligible to receive a free or
11 reduced-price meal between \$1,000,001 and \$5,999,999 shall receive a grant equal to \$0.00013 for
12 each dollar of difference between its equalized valuation per pupil eligible to receive a free or
13 reduced-price meal and \$6,000,000, per pupil eligible to receive a free or reduced-price meal in the
14 municipality's ADMR.

15 (c) A municipality with an equalized valuation per pupil eligible to receive a free or
16 reduced-price meal of \$6,000,000 or more shall not receive an extraordinary need grant.

17 II. Extraordinary need grants shall be distributed pursuant to RSA 198:42.

18 III. In this section, "equalized valuation per pupil eligible to receive a free or reduced-price
19 meal" means a municipality's equalized valuation, excluding properties subject to taxation under
20 RSA 82 and RSA 83-F, as determined by the department of revenue administration, that was the
21 basis for the local tax assessment in the determination year, divided by the school district's
22 kindergarten through grade 12 ADMR in the determination year eligible to receive a free or reduced-
23 price meal.

24 2 New Subparagraph; Determination of Final Adequate Education Grants. Amend RSA 198:41,
25 I by inserting after subparagraph (d) the following new subparagraph:

26 (e) Add the municipality's extraordinary need grant pursuant to RSA 198:40-f.

27 3 Education Aid; Fiscal Year 2023. Amend 2021, 91:52 to read as follows:

28 91:52 Conditional Differential Aid Calculation For Pupils Eligible for a Free or Reduced Price
29 Meal; Fiscal Year 2023.

30 I. If, as of any of the dates set forth in RSA 198:41, V, VI, or VII, either (a) the state of New
31 Hampshire is in a declared state of emergency pursuant to RSA 4:45 as it relates to the COVID-19

SB 420-FN-A-LOCAL - AS INTRODUCED

- Page 2 -

1 pandemic or (b) the U.S. Department of Agriculture has not rescinded the Child Nutrition Covid-19
2 Waivers enacted in response to the pandemic, or both, then the department of education shall, in
3 consultation with the governor, determine whether the alternative differential aid calculation set
4 forth in paragraph II is required for fiscal year 2023 when making the required estimate or final
5 determination described in RSA 198:41, V, VI, or VII as applicable.

6 II. Upon making a determination that the alternative differential aid calculation applies
7 pursuant to paragraph I, the department of education shall divide each pupil in the ADMA who is
8 eligible for a free or reduced price meal by the average daily member in [~~attendance (ADMA)~~
9 **residence (ADMR)**], defined in RSA 198:38, for each district and town for school year 2019-2020.
10 The percentage shall be applied to the [~~ADMA~~] **ADMR** for school year 2021-2022 to establish a new
11 calculation of [~~ADMA~~] **ADMR** for who is eligible for a free or reduced price meal. The greater of the
12 [~~ADMA~~] **ADMR** of pupils who are eligible for a free or reduced price meal for school year 2021-2022
13 and the new calculation based on the 2019-2020 school year percentage shall be used to calculate the
14 differential aid under RSA 198:40-a, II(b) [~~and~~], relief aid under RSA 198:40-e, **and extraordinary**
15 **need grants under RSA 198:40-f**.

16 4 Effective Date. This act shall take effect July 1, 2022.

SB 420-FN-A-LOCAL- FISCAL NOTE
 AS INTRODUCED

AN ACT establishing an extraordinary need grant for schools.

FISCAL IMPACT: State County Local None

STATE:	Estimated Increase / (Decrease)			
	FY 2022	FY 2023	FY 2024	FY 2025
Appropriation	\$0	\$0	\$0	\$0
Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	\$14,671,976	\$9,646,850	Indeterminable Increase
Funding Source:	<input type="checkbox"/> General	<input checked="" type="checkbox"/> Education	<input type="checkbox"/> Highway	<input type="checkbox"/> Other

LOCAL:

Revenue	\$0	\$14,671,976	\$9,646,850	Indeterminable Increase
Expenditures	\$0	\$0	\$0	\$0

METHODOLOGY:

This bill establishes extraordinary need grants for schools within the education funding adequacy formula. This grant is calculated based on equalized valuation per free and reduced-price meal pupils (EVFRP). An EVFRP of \$1 million or less awards a municipality \$650 per F&R pupil, while municipalities with an EVFRP of \$6 million or greater are not eligible. Municipalities with an EVFRP between \$1 million and \$6 million receive a grant between \$650 and \$150 on a sliding scale basis for each F&R pupil. The Department of Education has provided the following estimates of this bill’s impact on state education trust fund expenditures and local revenue for FY 2023 and FY 2024 (FY 2025 and beyond is indeterminable due to variability in pupil and equalized valuation data):

Preliminary Estimates Only	TOTAL FINAL STATE GRANT* (State Total – See Town-By-Town Below)	
	FY 2023	FY 2024
Current Law	\$954,654,750	\$951,581,686
Proposed	\$969,326,726	\$961,228,536
Increase	\$14,671,976	\$9,646,850

* Includes Statewide Education Property Tax (SWEPT) raised and retained locally

	FY 2023	FY 2024
--	---------	---------

State Total	\$14,671,976	\$9,646,850
Acworth	17,137	5,781
Albany	10,345	7,116
Alexandria	7,520	0
Allenstown	105,134	45,876
Alstead	37,325	21,893
Alton	0	0
Amherst	0	0
Andover	33,941	3,689
Antrim	40,189	31,806
Ashland	29,605	25,770
Atkinson	0	0
Auburn	0	0
Barnstead	53,490	31,056
Barrington	0	0
Bartlett	0	0
Bath	6,209	5,433
Bedford	0	0
Belmont	153,884	111,718
Bennington	28,762	18,810
Benton	2,639	0
Berlin	377,415	300,708
Bethlehem	32,604	22,986
Boscawen	75,249	30,801
Bow	0	0
Bradford	10,392	6,375
Brentwood	0	0
Bridgewater	0	0
Bristol	41,113	14,294
Brookfield	0	0
Brookline	0	0
Cambridge	0	0
Campton	26,913	21,944
Canaan	53,048	8,562
Candia	0	0
Canterbury	0	0
Carroll	0	0
Center Harbor	0	0
Charlestown	184,487	103,220
Chatham	0	0
Chester	0	0
Chesterfield	0	0
Chichester	0	0
Claremont	489,872	355,188
Clarksville	4,368	2,211
Colebrook	69,847	48,230
Columbia	5,800	1,375
Concord	519,921	482,405
Conway	58,998	0
Cornish	0	0
Croydon	1,280	0
Dalton	24,386	14,538

Danbury	20,141	8,426
Danville	0	0
Deerfield	0	0
Deering	26,299	13,679
Derry	279,038	66,012
Dix's Grant	0	0
Dixville	0	0
Dorchester	5,144	1,889
Dover	221,079	122,248
Dublin	0	0
Dummer	0	0
Dunbarton	0	0
Durham	0	0
East Kingston	0	0
Easton	0	0
Eaton	0	0
Effingham	56,023	28,583
Ellsworth	1,519	1,519
Enfield	0	0
Epping	0	0
Epsom	6,942	6,942
Errol	0	0
Exeter	0	0
Farmington	226,178	133,610
Fitzwilliam	21,246	0
Fracestown	0	0
Franconia	0	0
Franklin	350,346	265,168
Freedom	0	0
Fremont	0	0
Gilford	0	0
Gilmanton	0	0
Gilsum	18,291	15,441
Goffstown	30,199	0
Gorham	20,586	1,292
Goshen	13,112	10,665
Grafton	23,758	18,098
Grantham	0	0
Greenfield	19,652	7,821
Greenland	0	0
Greenville	48,403	43,564
Groton	10,501	1,140
Hale's Location	0	0
Hampstead	0	0
Hampton	0	0
Hampton Falls	0	0
Hancock	0	0
Hanover	0	0
Harrisville	0	0
Hart's Location	0	0
Haverhill	122,773	86,233
Hebron	0	0

Henniker	31,201	0
Hill	7,759	0
Hillsboro	159,061	125,272
Hinsdale	131,254	120,893
Holderness	0	0
Hollis	0	0
Hooksett	0	0
Hopkinton	0	0
Hudson	0	0
Jackson	0	0
Jaffrey	106,622	84,386
Jefferson	8,706	6,956
Keene	381,646	249,073
Kensington	0	0
Kingston	0	0
Laconia	354,991	289,944
Lancaster	131,068	100,355
Landaff	3,538	3,538
Langdon	1,729	0
Lebanon	0	0
Lee	0	0
Lempster	20,241	2,344
Lincoln	0	0
Lisbon	88,658	66,263
Litchfield	0	0
Littleton	158,145	151,725
Londonderry	0	0
Loudon	15,235	0
Lyman	63	0
Lyme	0	0
Lyndeborough	0	0
Madbury	0	0
Madison	0	0
Manchester	3,945,040	2,546,080
Marlborough	47,103	33,905
Marlow	13,170	1,248
Martin's Location	0	0
Mason	0	0
Meredith	0	0
Merrimack	0	0
Middleton	48,225	13,908
Milan	24,390	17,917
Milford	28,342	20,434
Millsfield	0	0
Milton	73,481	16,742
Monroe	0	0
Mont Vernon	0	0
Moultonborough	0	0
Nashua	1,696,039	1,145,427
Nelson	0	0
New Boston	0	0
New Castle	0	0

New Durham	0	0
New Hampton	5,899	0
New Ipswich	37,703	15,902
New London	0	0
Newbury	0	0
Newfields	0	0
Newington	0	0
Newmarket	28,238	0
Newport	248,656	245,978
Newton	0	0
North Hampton	0	0
Northfield	96,758	87,703
Northumberland	79,964	64,483
Northwood	0	0
Nottingham	0	0
Odell	0	0
Orange	0	0
Orford	16,862	16,862
Ossipee	121,845	63,557
Pelham	0	0
Pembroke	69,113	25,498
Penacook	110,314	89,294
Peterborough	43,512	0
Piermont	0	0
Pinkham's Grant	0	0
Pittsburg	0	0
Pittsfield	151,219	89,670
Plainfield	0	0
Plaistow	0	0
Plymouth	79,507	49,559
Portsmouth	0	0
Randolph	483	483
Raymond	74,536	0
Richmond	21,785	18,570
Rindge	34	0
Rochester	843,453	561,954
Rollinsford	0	0
Roxbury	2,990	1,494
Rumney	8,626	0
Rye	0	0
Salem	0	0
Salisbury	43	0
Sanbornton	0	0
Sandown	0	0
Sandwich	0	0
Seabrook	0	0
Sharon	0	0
Shelburne	3,471	3,471
Somersworth	306,129	251,522
South Hampton	0	0
Springfield	0	0
Stark	2,690	2,138

Stewartstown	20,128	11,899
Stoddard	0	0
Strafford	0	0
Stratford	31,991	30,386
Stratham	0	0
Success	0	0
Sugar Hill	0	0
Sullivan	15,070	2,921
Sunapee	0	0
Surry	3,414	0
Sutton	813	0
Swanzey	157,014	95,995
Tamworth	55,384	44,232
Temple	0	0
Thornton	10,601	0
Tilton	45,427	45,427
Troy	72,294	64,830
Tuftsboro	0	0
Unity	18,252	6,823
Wakefield	26,336	0
Walpole	25,814	0
Warner	19,096	898
Warren	21,088	21,088
Washington	0	0
Waterville Valley	0	0
Weare	9,834	0
Webster	0	0
Wentworth	12,403	1,757
Wentworth's Location	0	0
Westmoreland	0	0
Whitefield	80,428	51,155
Wilmot	0	0
Wilton	34,045	22,126
Winchester	151,031	108,647
Windham	0	0
Windsor	0	0
Wolfboro	0	0
Woodstock	8,870	0

AGENCIES CONTACTED:

Department of Education