1	H.296
2	Introduced by Representatives Browning of Arlington, Bartholomew of
3	Hartland, Briglin of Thetford, Gannon of Wilmington, and
4	Masland of Thetford
5	Referred to Committee on
6	Date:
7	Subject: Education; school district consolidation; side-by-side structures;
8	average daily membership
9	Statement of purpose of bill as introduced: This bill proposes to (1) provide
10	greater flexibility for school district consolidation by providing tax incentives
11	for a side-by-side regional educational district structure where three or more
12	school districts merge and the newly merged district, together with a
13	preexisting district, are members of the same supervisory union at the
14	completion of the consolidation process, and (2) reduce the average daily
15	membership requirements and guidelines for school district consolidation by
16	300.

17 An act relating to school district consolidation

1	It is hereby enacted by the General Assembly of the State of Vermont:
2	Sec. 1. 2012 Acts and Resolves No. 156, Sec. 15 is amended to read:
3	Sec. 15. TWO OR MORE MERGERS; REGIONAL EDUCATION
4	DISTRICT INCENTIVES
5	(a) Notwithstanding Sec. 3(a)(1) of No. 153 of the Acts of the 2009
6	Adj. Sess. (2010) 2010 Acts and Resolves No. 153, Sec. 3(a)(1) that requires a
7	single regional education district ("RED") to have an average daily
8	membership of at least 1,250 or result from the merger of at least four districts,
9	or both, <del>two or more</del> <u>each</u> new <del>districts</del> <u>district</u> shall be eligible <del>jointly</del> for the
10	incentives provided in Sec. 4 of No. 153, Sec. 4 if:
11	(1) <u>Either:</u>
12	
	(A) two or more new districts are formed (each a Merged District)
13	(A) two or more new districts are formed (each a Merged District) and are members of the same supervisory union at the completion of the
13	and are members of the same supervisory union at the completion of the
13 14	and are members of the same supervisory union at the completion of the consolidation process, with each new district is Merged District formed by the
13 14 15	and are members of the same supervisory union at the completion of the consolidation process, with each new district is Merged District formed by the merger of at least two existing districts (Dual Merger Model); or
13 14 15 16	and are members of the same supervisory union at the completion of the consolidation process, with each <del>new district is</del> <u>Merged District</u> formed by the merger of at least two existing districts ( <u>Dual Merger Model</u> ); or ( <u>B</u> ) one district is newly formed by the merger of at least three
13 14 15 16 17	and are members of the same supervisory union at the completion of the consolidation process, with each <del>new district is</del> <u>Merged District</u> formed by the merger of at least two existing districts ( <u>Dual Merger Model</u> ); or ( <u>B</u> ) one district is newly formed by the merger of at least three existing districts (Merged District) and the other district is an existing district

1	(2) each new district meets Each Merged District in the Dual Merger
2	Model and each of the Merged District and the Existing District in the Single
3	Merger Model meet all criteria for RED formation other than the size criterion
4	of 2010 Acts and Resolves No. 153, Sec. 3(a)(1) of No. 153; (average daily
5	membership of at least 1,250) and otherwise as provided in this section.
6	(3) one of the new districts provides education in all elementary and
7	secondary grades by operating one or more schools and the other new district
8	or districts pay tuition for students in one or more grades;
9	(4) each new district Each Merged District in the Dual Merger Model
10	has the same effective date of merger;
11	(5) the new districts, when merged, are members of one supervisory
12	union; and
13	(6)(4) the new districts The Merged Districts in the Dual Merger Model,
14	and the Merged District and the Existing District in the Single Merger Model,
15	jointly satisfy the size criterion of Sec. 3(a)(1) of No. 153 have an average
16	daily membership of at least 950.
17	(b) This section is repealed on July 1, 2017 Each Merged District in the
18	Dual Merger Model, and each of the Merged District and the Existing District
19	in the Single Merger Model, may operate schools for one or more grades, may
20	pay tuition for one or more grades, or may operate schools for some grades and
21	pay tuition for other grades.

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1	(c) The tax incentives provided in 2010 Acts and Resolves No. 153, Sec. 4
2	shall be available to each Merged District and shall not be available to an
3	Existing District.
4	Sec. 2. 2015 Acts and Resolves No. 46, Sec. 5 is amended to read:
5	Sec. 5. PREFERRED EDUCATION GOVERNANCE STRUCTURE;
6	ALTERNATIVE STRUCTURE
7	* * *
8	(b) Preferred structure: prekindergarten-grade 12 supervisory district
9	(Education District). The preferred education governance structure in Vermont
10	is a school district that:
11	* * *
12	(3) has a minimum average daily membership of $900 \underline{600}$ ; and
13	* * *
14	(c) Alternative structure: supervisory union with member districts. An
15	Education District as envisioned in subsection (b) of this section may not be
16	possible or the best model to achieve Vermont's education goals in all regions
17	of the State. In such situations, a supervisory union composed of multiple
18	member districts, each with its separate school board, can meet the State's
19	goals, particularly if:
20	* * *

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1	(4) the combined average daily membership of all member districts is
2	not less than <del>1,100</del> <u>800</u> .
3	Sec. 3. 2015 Acts and Resolves No. 46, Sec. 6 is amended to read:
4	Sec. 6. ACCELERATED ACTIVITY; SUPERVISORY UNION
5	BECOMING A SUPERVISORY DISTRICT; ENHANCED TAX
6	INCENTIVES; SMALL SCHOOL SUPPORT; DATA AND
7	REPORT
8	(a) A newly formed school district shall receive the incentives set forth in
9	subsection (b) of this section if it:
10	* * *
11	(5) has a minimum average daily membership of 900 600 in its first year
12	of operation; and
13	* * *
14	Sec. 4. 2015 Acts and Resolves No. 46, Sec. 10 is amended to read:
15	Sec. 10. TRANSITION TO SUSTAINABLE GOVERNANCE
16	STRUCTURES; PROPOSAL; FINAL PLAN
17	* * *
18	(c) Applicability. This section shall not apply to:
19	* * *
20	(3) a district that, between June 30, 2013 and July 2, 2019 <del>, began to</del>
21	operate as a unified union school district and:

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1	(A) voluntarily merged into the preferred education governance
2	structure, an Education District, as set forth in Sec. 5(b) of this act; or
3	(B) is a regional education district or <u>a member</u> of any <del>other district</del>
4	eligible to receive incentives governance structure formed pursuant to 2010
5	Acts and Resolves No. 153, as amended by 2012 Acts and Resolves No. 156
6	and as further amended by this act, or pursuant to 2012 Acts and Resolves
7	No. 156 as amended by this act.
8	* * *
9	Sec. 5. 2010 Acts and Resolves No. 153, Sec. 3 is amended to read:
10	Sec. 3. VOLUNTARY SCHOOL DISTRICT MERGER INCENTIVE
11	PROGRAM
12	(a) Size.
13	(1) School districts, which may include one or more union school
14	districts, may merge to form a union school district pursuant to <u>16 V.S.A.</u>
15	
	chapter 11 of Title 16 (a "Regional Education District" or "RED") that shall
16	chapter 11 <del>of Title 16</del> (a "Regional Education District" or "RED") that shall have an average daily membership of at least <del>1,250</del> <u>950</u> or result from the
16 17	
	have an average daily membership of at least $\frac{1,250}{950}$ or result from the
17	have an average daily membership of at least $\frac{1,250}{950}$ or result from the merger of at least four districts, or both.