Side-by-Side Default Budget Language Jim DesMarais 4/27/20

HEC SEC

Subject: Education; COVID-19; school districts; fiscal year 2021

education spending

Statement of purpose of bill as introduced: This bill proposes, due to the COVID-19 State of Emergency, to establish education spending for fiscal year 2021 for school districts that do not have voter-approved budgets on or before June 30, 2020. A school district's education spending would be the same amount as the education spending in the school district's most recently warned budget. However, a school district may obtain voter approval of its own budget after June 30 as under current law, in which case the amount of education spending in the voter approved budget shall be in lieu of the education spending under this act.

Subject: Education; COVID-19; school districts; default budgets

Statement of purpose of bill as introduced: This bill proposes, due to the COVID-19 State of Emergency, to establish default school budgets for fiscal year 2021 for school districts that do not have voter-approved budgets on or before June 30, 2020, while allowing school districts, instead of using the default budgets, to seek voter approval of their own budgets after June 30 as under current law. Default budgets would be level funded from fiscal year 2020 school district budgets.

[Note that the SEC version uses the term "default budgets," which is not as precise as the term "education spending" which is a

HEC	SEC
	subset of the budget. I have corrected for this in the HEC
	version.]
An act relating to establishing fiscal year 2021 education	An act relating to establishing default budgets for school districts
spending for school districts due to the COVID-19 State of	due to the COVID-19 State of Emergency
Emergency	
It is hereby enacted by the General Assembly of the State of	It is hereby enacted by the General Assembly of the State of
Vermont:	Vermont:
Sec. 1. SCHOOL DISTRICT FISCAL YEAR 2021	Sec. 1. SCHOOL DISTRICT BUDGETS
EDUCATION SPENDING	
(a) Notwithstanding any provision of law to the contrary, if	(a) Notwithstanding any provision of law to the contrary, if
the fiscal year 2021 budget of a school district has not been	the fiscal year 2021 budget of a school district has not been
approved by voters on or before June 30, 2020, the Agency of	approved by voters on or before June 30, 2020, the Agency of
Education shall authorize an amount of education spending for	Education shall authorize an amount of education spending for
that school district equal to the amount of education spending	that school district equal to the education spending amount
under the school district's proposed fiscal year 2021 budget that	authorized by the district's 2020 fiscal year school budget.

was most recently warned; provided that, if the school board
warned a fiscal year 2021 budget that was defeated, the school
board shall, on or before June 30, 2020, warn another budget that
is less than the amount of the budget that was defeated. School
districts may, after June 30, vote to approve a budget or vote to
reconsider or rescind an approved budget in accordance with law,
and if the school district approves a final budget, the amount of
education spending in that budget shall be in lieu of the education
spending authorized by the Agency of Education.

- (b) Notwithstanding 16 V.S.A. § 4001(6), the amount authorized by the Agency of Education under subsection (a) of this section shall be the "education spending" of the school district for fiscal year 2021 under 16 V.S.A. chapter 133, unless or until the school district passes a final budget.
- (c) The school board of the school district shall determine how funds shall be expended under this section. In addition, the

School districts may, after June 30, vote to approve a budget or vote to reconsider or rescind an approved budget in accordance with law, and if the school district approves a final budget, that budget shall be in lieu of the education spending approved by the Agency of Education.

SEC

- (b) Notwithstanding 16 V.S.A. § 4001(6), the amount authorized by the Agency of Education under subsection (a) of this section shall be the "education spending" of the school district for fiscal year 2021 under 16 V.S.A. chapter 133, unless or until the school district passes a final budget.
- (c) The school board of the school district shall determine how funds shall be expended under this section. In addition, the

HEC	SEC
school board shall have the authority to expend any other funds	school board shall have the authority to expend any other funds
received from other sources, including endowments, parental	received from other sources, including endowments, parental
fundraising, federal funds, nongovernmental grants, or other State	fundraising, federal funds, nongovernmental grants, or other State
funds such as special education funds paid under 16 V.S.A.	funds such as special education funds paid under 16 V.S.A.
chapter 101.	chapter 101.
Sec. 2. EFFECTIVE DATE	Sec. 2. EFFECTIVE DATE
This act shall take effect on passage.	This act shall take effect on passage.