SENATE BILL 779

By: **Senator Muse** Introduced and read first time: February 5, 2018 Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 Prince George's County – Education Trust Fund – Use of Fund

FOR the purpose of altering the allowable uses of the Education Trust Fund; requiring the
Governor to provide a certain annual appropriation to the Prince George's County
Board of Education from the Fund beginning in a certain fiscal year; prohibiting
certain money in the Fund from being used to supplant certain funding for certain
programs and formulas; defining a certain term; and generally relating to the use of
the Education Trust Fund for education in Prince George's County.

- 9 BY repealing and reenacting, with amendments,
- 10 Article State Government
- 11 Section 9–1A–30
- 12 Annotated Code of Maryland
- 13 (2014 Replacement Volume and 2017 Supplement)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 That the Laws of Maryland read as follows:
- 16 Article State Government
- 17 9–1A–30.

18 (A) IN THIS SECTION, "DIRECT EDUCATION AID" MEANS THE TOTAL 19 FINANCIAL ASSISTANCE PROVIDED BY THE STATE TO A COUNTY BOARD OF 20 EDUCATION UNDER THE FOLLOWING PROGRAMS:

(1) FUNDING FOR THE FOUNDATION PROGRAM, INCLUDING FUNDS
 FOR THE GEOGRAPHIC COST OF EDUCATION UNDER § 5–202 OF THE EDUCATION
 ARTICLE;

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.

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$\frac{1}{2}$	(2) TRANSPORTATION AID UNDER § 5–205 OF THE EDUCATION ARTICLE;
$\frac{3}{4}$	(3) FUNDING FOR COMPENSATORY EDUCATION UNDER § 5–207 OF THE EDUCATION ARTICLE;
5 6	(4) FUNDING FOR STUDENTS WITH LIMITED ENGLISH PROFICIENCY UNDER § 5–208 OF THE EDUCATION ARTICLE;
7 8	(5) FUNDING FOR SPECIAL EDUCATION STUDENTS UNDER § 5–209 OF THE EDUCATION ARTICLE; AND
9 10	(6) FUNDING FOR THE GUARANTEED TAX BASE PROGRAM UNDER § 5–210 OF THE EDUCATION ARTICLE.
11 12	[(a)] (B) There is an Education Trust Fund which is a special, nonlapsing fund that is not subject to § 7–302 of the State Finance and Procurement Article.
$\begin{array}{c} 13 \\ 14 \end{array}$	[(b)] (C) (1) There shall be credited to the Education Trust Fund all proceeds allocated to the Fund under § $9-1A-27$ of this subtitle.
$\begin{array}{c} 15\\ 16\end{array}$	(2) Money in the Education Trust Fund shall be invested and reinvested by the Treasurer, and interest and earnings shall accrue to the Fund.
17	[(c)] (D) Money in the Education Trust Fund shall be used to:
18 19 20 21 22	(1) provide funding for public elementary and secondary education [, through continuation of the funding and formulas established under the programs commonly known as the Bridge to Excellence in Public Schools Act, first enacted by Chapter 288 of the Acts of the General Assembly of 2002, including the funding for regional differences in the cost of education under § $5-202$ (f) of the Education Article];
$\begin{array}{c} 23\\ 24\\ 25\end{array}$	(2) provide funds to construct public school buildings and provide public school capital improvements in accordance with §§ 5–301 through 5–303 of the Education Article; AND
$\begin{array}{c} 26 \\ 27 \end{array}$	(3) [provide funds for capital projects at community colleges and public senior higher education institutions; and
28 29	(4)] provide funds to expand public early childhood education programs in the State.
$\begin{array}{c} 30\\ 31 \end{array}$	[(d) Expenditures from the Education Trust Fund shall be made each fiscal year in accordance with the State budget.]

BEGINNING IN FISCAL YEAR 2020 AND IN EACH FISCAL YEAR 1 **(E)** (1) $\mathbf{2}$ THEREAFTER, THE GOVERNOR SHALL APPROPRIATE FROM THE EDUCATION TRUST 3 FUND TO THE PRINCE GEORGE'S COUNTY BOARD OF EDUCATION AN AMOUNT EQUAL TO THE TOTAL AMOUNT OF MONEY IN THE EDUCATION TRUST FUND 4 MULTIPLIED BY THE RATIO OF THE DIRECT EDUCATION AID PROVIDED TO THE $\mathbf{5}$ PRINCE GEORGE'S COUNTY BOARD OF EDUCATION DIVIDED BY THE TOTAL DIRECT 6 7 EDUCATION AID PROVIDED TO ALL COUNTY BOARDS OF EDUCATION.

8 (2) MONEY PROVIDED TO THE PRINCE GEORGE'S COUNTY BOARD OF 9 EDUCATION UNDER PARAGRAPH (1) OF THIS SUBSECTION MAY NOT BE USED TO 10 SUPPLANT REQUIRED FUNDING FOR PROGRAMS OR FORMULAS ESTABLISHED 11 UNDER THE EDUCATION ARTICLE.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July1, 2018.