

State of South Dakota

SEVENTY-SEVENTH SESSION
LEGISLATIVE ASSEMBLY, 2002

370H0495

SENATE BILL NO. 102

Introduced by: Senators Olson (Ed), de Hueck, Dennert, and Symens and Representatives
Garnos, Hanson (Gary), Monroe, Sigdestad, and Sutton (Duane)

1 FOR AN ACT ENTITLED, An Act to exempt certain school districts from certain reductions
2 in state aid to education.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. For the purposes of this Act a reorganized school district is a school district that
5 has reorganized under the provisions of chapter 13-6, exclusive of minor boundary changes.

6 Section 2. That § 13-13-73.2 be amended to read as follows:

7 13-13-73.2. A school district's state aid for general education as calculated pursuant to
8 § 13-13-73 shall be reduced by the following calculation:

9 (1) Subtract the allowable general fund balance from the general fund balance. If the
10 result is less than zero, (1) equals zero;

11 (2) Determine the lower of the general fund base percentage or the general fund balance
12 percentage;

13 (3) Subtract twenty percent (0.2) from the result of (2). If the result is less than zero, (3)
14 equals zero;

15 (4) Multiply the result of (3) by the district's general fund expenditures in the previous



1 school fiscal year;

2 (5) Multiply the result of (4) by the imputed interest rate;

3 (6) Add the result of (1) and the result of (5).

4 This section does not apply to a school district that has reorganized for a period of four years
5 after the reorganization.

6 Section 3. The Department of Education and Cultural Affairs may promulgate rules pursuant
7 to chapter 1-16 to define a reorganization resulting from a minor boundary change.