

**SENATE  
STATE OF MINNESOTA  
NINETY-THIRD SESSION**

**S.F. No. 4688**

(SENATE AUTHORS: KUNESH)

DATE	D-PG	OFFICIAL STATUS
03/07/2024	12045	Introduction and first reading Referred to Education Finance
04/02/2024	13276 13329	Comm report: To pass Second reading See HF5237

1.1 A bill for an act

1.2 relating to education finance; modifying the definition of adjusted general revenue;

1.3 amending Minnesota Statutes 2022, section 127A.51.

1.4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.5 Section 1. Minnesota Statutes 2022, section 127A.51, is amended to read:

1.6 **127A.51 STATEWIDE AVERAGE REVENUE.**

1.7 (a) By December 1 of each year the commissioner must estimate the statewide average

1.8 adjusted general revenue per adjusted pupil unit and the disparity in adjusted general revenue

1.9 among pupils and districts by computing the ratio of the 95th percentile to the fifth percentile

1.10 of adjusted general revenue. The commissioner must provide that information to all districts.

1.11 (b) If the disparity in adjusted general revenue as measured by the ratio of the 95th

1.12 percentile to the fifth percentile increases in any year, the commissioner shall recommend

1.13 to the legislature options for change in the general education formula that will limit the

1.14 disparity in adjusted general revenue to no more than the disparity for the previous school

1.15 year. The commissioner must submit the recommended options to the education committees

1.16 of the legislature by February 1.

1.17 (c) For purposes of this section and section 126C.10, adjusted general revenue means

1.18 the sum of basic revenue under section 126C.10, subdivision 2; referendum revenue under

1.19 section 126C.17; local optional revenue under section 126C.10, subdivision 2e; and equity

1.20 revenue under section 126C.10, ~~subdivisions 24a and 24b~~ subdivision 24.

1.21 **EFFECTIVE DATE.** This section is effective July 1, 2024.