

**Subject** School Nutrition State Aid Payments

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## Overview

Minnesota pays state aid to school districts and charter schools through semimonthly electronic fund transfers to the schools. The payments are based on a schedule in state statute referred to as the metering schedule. For the majority of state aids, the state pays 90 percent of the aid entitlement to school districts based on estimated aid payments during the current fiscal year and then makes a series of clean up payments in the fall (the beginning of the next fiscal year) for the remaining 10 percent of the state aid owed once better data is available to the Department of Education. School districts use accrual-based accounting; as a result, the full 100 percent of the aid entitlement is recognized as revenue by the school district in the current school year, regardless of when the state makes the aid payment to the school.

Some aid payments are 100 percent paid in the current fiscal year, including the state aid payments for school nutrition programs. H.F. 4827 clarifies that the school nutrition payments are 100 percent paid in the current school year.

## Summary

Section	Description
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| 1 | <b>Payment percentage for certain aids.</b><br>Makes a technical adjustment to the 100 percent payment percentage for school nutrition aid by moving this requirement from Minnesota Statutes, section 127A.45, subdivision 12 to subdivision 14a (there is no practical effect to this change). |
| 2 | <b>Aid payment percentage.</b><br>Clarifies a statutory cross reference.   |
| 3 | <b>State nutrition programs.</b><br>Clarifies a statutory cross references.  |



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