Overview

This bill authorizes three different remedies in response to the Faribault school district's financial condition. The first provision is a grant for an unspecified amount for unreimbursed costs facing the district because of its unique characteristics. The second provision is a fund transfer authorizing the school district to move up to $1 million from its capital account to its undesignated general fund balance. The third provision authorizes a 3-year levy of up to $333,000 per year to eliminate the school district's financial deficit.

Section

1 Faribault.

Subd. 1. Grant. Authorizes a grant of an unspecified amount for independent school district No. 656, Faribault, to partially fund the district's unreimbursed costs associated with the unique population served by the school district.

Subd. 2. Fund transfer. Authorizes the Faribault school district to transfer up to $1 million from its capital expenditure account to its undesignated general fund (without special legislation, a school district may not spend capital money for operating purposes).

Subd. 3. Levy authority. Authorizes a special levy of up to $333,000 per year for 3 years for the Faribault school district. Requires the levy to be used to eliminate the district's deficit. Requires board approval of the levy as a separate item of business at the board's truth in taxation hearing.

2 Effective date. Makes section 1 effective the day following final enactment.