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LB 1002

the appropriation would determine that percentage and that is why it is in here and the only reason we chose the forty-sixty was that reflected what the body, the majority at least, supported the other day in terms of a split.

SENATOR JOHNSON: Okay, I think I understand it then. So what you are saying is the sixty-forty formula under your amendment will operate only if LB 486 passes. If it doesn't pass, then sixty-forty just isn't a factor.

SENATOR WARNER: That is not a factor. Then the money would be distributed under existing law which as a matter of fact has a fixed dollar amount that goes out under foundation, a fixed dollar amount that goes for incentive and it results in a fixed dollar amount for equalization, and the very last of it goes out on a flat ADM basis.

SENATOR JOHNSON: Now as I understand it, Senator Warner, when Senator Koch presented 486 to the body, he indicated that if 486 were put in place we would need to appropriate an additional \$12 million so that no school district would be harmed by the formula under 486. Do you remember that conversation, Senator Warner, is that correct?

SENATOR WARNER: I believe that was the statement, yes. No, wait a minute, let me correct it a little bit. I believe that \$12 million is precisely what was going to be required to handle the nonresident tuition issue, I think, and there is another problem with the change in assessed valuations also is a factor that would be addressed and part of that \$20 million or the \$8 million that is left would also address that issue.

SENATOR JOHNSON: All right, now I also understand that right now the present state aid formula will be, there will be 149 school districts or some number that are going to be hurting this coming year under the present distributional formula. How much money, if you know, Senator Warner, would we have to add to the present formula so that the 149 school districts wouldn't be hurt?

SENATOR WARNER: I am taking from Senator Koch's remarks that this \$20 million in essence will do that in virtually every case. I think he said there could be a handful of exceptions.

SENATOR JOHNSON: Okay, I appreciate those good answers. I think then, Mr. Speaker, members of the body, I can say that