



ROSENSTEIN, FIST & RINGOLD

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## RED BANNER UPDATE

**Date:** May 30, 2023

**Re:** SB 1120

**Signed:** May 25, 2023

**Effective:** July 1, 2023

**Topic:** **Redbud School Grants**

**Summary:** This bill amends existing law (70 O.S. § 3-104) regarding redbud school grants. The amended law provides that IF the appropriation for each fiscal year by the Legislature to the State Public Common School Building Equalization Fund exceeds the amount necessary to provide the redbud school grants in the amounts as calculated pursuant to the provisions paragraph B(1)(g) of the Act (regarding a nonchargeable millage shortfall), the redbud school grant amounts shall be determined by:

- (1) Calculating the highest possible percentile to the hundredth decimal place of the nonchargeable millage per student shortfall for all school districts and eligible charter schools with the available funds, and
- (2) The nonchargeable millage per student shortfall for each district shall be subtracted by the highest possible percentile to the hundredth decimal place. The total of this calculation shall be multiplied by the preceding school year's average daily membership, according to the provisions of Section 18-107 of this title.

This amount shall be the redbud school grant amount for the school district or eligible charter school for that fiscal year.

Should there be a failure of revenue pursuant to the Oklahoma State Finance Act, the redbud grants otherwise authorized shall be reduced proportionately to the reduction in the amount of money appropriated to the State Board of Education for the financial support of public schools for the fiscal year in which the failure of revenue occurs.



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For more information on this Act, please visit the firm's website to view the signed Act.

Legal counsel does not anticipate creating a new policy or amending any existing policy in response to this legislation.