

2026 -- H 8157

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LC005710
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STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2026

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A N A C T

RELATING TO EDUCATION -- THE EDUCATION EQUITY AND PROPERTY TAX
RELIEF ACT

Introduced By: Representatives Caldwell, Knight, Boylan, and Shanley

Date Introduced: February 27, 2026

Referred To: House Finance

It is enacted by the General Assembly as follows:

1 SECTION 1. Section 16-7.2-4 of the General Laws in Chapter 16-7.2 entitled "The
2 Education Equity and Property Tax Relief Act" is hereby amended to read as follows:

3 **16-7.2-4. Determination of state's share.**

4 (a) For each district, the state's share of the foundation education aid calculated pursuant
5 to § 16-7.2-3(a) shall use a calculation that considers a district's revenue-generating capacity and
6 concentration of high-need students. The calculation is the square root of the sum of the state share
7 ratio for the community calculation, pursuant to § 16-7-20, squared plus the district's percentage
8 of students in grades PK-6 in poverty status squared, divided by two.

9 If this calculation results in a state share ratio that is less than the state share ratio for the
10 community calculated pursuant to § 16-7-20(a) and that district's poverty status percentage as
11 defined in § 16-7.2-3(a)(2) is greater than fifty percent (50%), the state share ratio shall be equal to
12 the state share ratio for the community calculated pursuant to § 16-7-20(a).

13 (b) For purposes of determining the state's share, school district student data used in this
14 calculation shall include charter school and state school students. These ratios are used in the
15 permanent foundation education aid formula calculation described in § 16-7.2-5.

16 (c) There shall be a poverty loss stabilization fund for districts that experience a decline in
17 the state share ratio calculated pursuant to subsection (a) of this section from the prior year of more
18 than 2.0 percent (2%). The amount shall be equal to ~~fifty percent (50%)~~ seventy-five percent (75%)

1 of the difference in the amount of permanent foundation education aid received pursuant to § 16-
2 7.2-3 received in the prior year.

3 SECTION 2. This act shall take effect upon passage.

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EXPLANATION
BY THE LEGISLATIVE COUNCIL
OF

A N A C T

RELATING TO EDUCATION -- THE EDUCATION EQUITY AND PROPERTY TAX
RELIEF ACT

1 This act would amend the determination of the state's share statute by amending the
2 calculation for the poverty loss stabilization fund from fifty percent (50%) to seventy five percent
3 (75%).

4 This act would take effect upon passage.

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