

3. Be reduced by the following revenues to the subdivisions: State drivers' education aid, [State density aid, State compensatory aid,] COMPENSATORY EDUCATION FUNDS, and State handicapped education aid, all federal aid except that for adult education, food subsidy, school construction, youth services, multiservice centers, and any other aid not applicable to the expenditure categories noted in sub-subparagraph 2.

(iii) The average of the statewide per pupil expenditures for each of the 3 years are summed and divided by three. The quotient resulting from this division is multiplied by .75 and the resulting product is the per pupil basic current expense figure. This figure is multiplied by the full-time equivalent enrollment to determine the basic current expense funding program in which the State shall share.

(iv) The General Assembly may change by statute the per pupil basic current expense figure at any time. Unless changed by statute, FOR FISCAL YEAR 1990 AND EACH FISCAL YEAR THEREAFTER the per pupil basic current expense figure in which the State and the subdivisions share shall be determined as described in [(i) and] (ii) AND (III) above, except that in no event shall the percentage increase of the per pupil program level for a fiscal period relative to the per pupil basic current expense figure of the preceding fiscal period be greater than the average of the annual percentage increases in the United States all items unadjusted consumer price index for the Baltimore metropolitan area and the same index for the Washington, D.C. metropolitan area as measured from September of the second preceding year to September preceding the beginning of the fiscal year for which school aid calculations are being made, or 8 percent, whichever is the lesser percentage figure.

(V) 1. IF STATE AID FOR PUBLIC ELEMENTARY AND SECONDARY EDUCATION EXCEEDS 32.8% OF THE PROJECTED GENERAL FUNDS OF THE STATE IN FISCAL YEAR 1987, THEN THE AMOUNTS SPECIFIED IN SUBPARAGRAPH (I) OF THIS PARAGRAPH MAY NOT BE IMPLEMENTED FOR FISCAL YEARS 1988 AND 1989, UNLESS THE GENERAL ASSEMBLY BY MARCH 15, 1987 AT THE 1987 SESSION AFFIRMS BY JOINT RESOLUTION THAT THE ADDITIONAL STATE AID REQUIRED TO IMPLEMENT THE PROVISIONS IS WITHIN THE STATE'S FISCAL RESOURCES.

2. AS PROVIDED UNDER ITEM 1., OF THIS SUBPARAGRAPH, IF STATE AID FOR PUBLIC ELEMENTARY AND SECONDARY EDUCATION EXCEEDS THE PERCENTAGE AMOUNT SPECIFIED AND A JOINT RESOLUTION OF AFFIRMATION IS NOT ENACTED BY THE GENERAL ASSEMBLY BY MARCH 15, 1987, THEN THE PER PUPIL AMOUNT FOR BASIC CURRENT EXPENSES IN WHICH THE STATE SHALL SHARE AS PROVIDED IN SUBPARAGRAPH (I) OF THIS PARAGRAPH FOR FISCAL YEARS 1988 AND 1989 SHALL BE INCREASED IN EACH YEAR BY 8 PERCENT OVER THE PRIOR YEAR LEVEL.

3. BY JANUARY 14, 1987, THE DEPARTMENT OF FISCAL SERVICES SHALL CALCULATE STATE AID AS A PERCENTAGE OF THE PROJECTED STATE GENERAL FUND REVENUES FOR FISCAL YEAR 1987.