

(6) (I) THE GOVERNOR'S TEACHER SALARY CHALLENGE GRANT SHALL CONTAIN A TRANSITIONAL COMPONENT AS PROVIDED IN SUBPARAGRAPHS (II) AND (III) OF THIS PARAGRAPH.

(II) FOR FISCAL YEAR 2001, THE GOVERNOR SHALL INCLUDE IN THE STATE BUDGET AN APPROPRIATION OF AT LEAST \$9 MILLION FOR THE TRANSITIONAL COMPONENT.

(III) A COUNTY BOARD SHALL RECEIVE A PROPORTIONATE SHARE OF THE TRANSITIONAL COMPONENT THAT IS EQUAL TO THE COUNTY BOARD'S PROPORTIONATE SHARE OF ALL REIMBURSEMENTS RECEIVED BY THE STATE FROM THE COUNTY BOARD THAT:

1. ARE FOR RETIREMENT CONTRIBUTIONS RECEIVED AFTER JUNE 30, 1999 BUT BEFORE JULY 1, 2000; AND

2. ARE SOUGHT BY THE STATE RETIREMENT AGENCY ON THE BASIS THAT THE SALARY OF AN ELIGIBLE MEMBER OF THE TEACHERS' RETIREMENT SYSTEM OR TEACHERS' PENSION SYSTEM IS PAID IN WHOLE OR IN PART FROM:

A. STATE AID, WHETHER GENERAL OR CATEGORICAL IN NATURE; OR

B. FEDERAL FUNDS, WHETHER THE FUNDS ARE PAID DIRECTLY TO A COUNTY BOARD OR ARE PASSED THROUGH FROM A UNIT OF STATE GOVERNMENT.

(IV) A COUNTY BOARD SHALL RECEIVE ITS PROPORTIONATE SHARE OF THE TRANSITIONAL COMPONENT REGARDLESS OF WHETHER IT MEETS THE LOCAL MATCH REQUIREMENT ESTABLISHED UNDER SUBSECTION (F)(2) OF THIS SECTION.

(E) (1) ON OR BEFORE JUNE 1, 2000; AND ON OR BEFORE JUNE 1, 2001, EACH LOCAL EDUCATION AGENCY COUNTY BOARD ~~SHALL~~ MAY SUBMIT A GOVERNOR'S TEACHER SALARY CHALLENGE GRANT APPLICATION TO THE DEPARTMENT OF BUDGET AND MANAGEMENT AND THE STATE SUPERINTENDENT FOR THE PERCENTAGE COMPONENT AND THE WEALTH ADJUSTED COMPONENT OF THE GOVERNOR'S TEACHER SALARY CHALLENGE PROGRAM.

(2) THE APPLICATION SHALL INCLUDE:

(I) THE ESTIMATED TEACHER SALARY BASE ~~IN~~ FOR THE LOCAL EDUCATION AGENCY COUNTY BOARD FOR THE CURRENT FISCAL YEAR;

(II) ~~THE NEGOTIATED INCREASE IN THE LOCAL EDUCATION AGENCY'S COUNTY BOARD'S TEACHER SALARY SCHEDULE~~ FOR THE NEXT FISCAL YEAR, THE NEGOTIATED AND FUNDED COST OF LIVING ADJUSTMENT FOR TEACHERS AND THE AGGREGATE COST OF NEGOTIATED AND FUNDED CHANGES TO THE TEACHER SALARY SCHEDULES, TO BE FUNDED FROM SOURCES OTHER THAN THE PERCENTAGE COMPONENT OF THE GOVERNOR'S TEACHER SALARY CHALLENGE GRANT, EXPRESSED IN TOTAL DOLLARS AND AS A PERCENTAGE; AND