

## PROPOSED RULE AMENDMENT

### SEC. 2.103 | DUES FORMULA

(a) The Commission shall determine the formula to be used in calculating the annual assessments to be paid by member States as authorized by Article XIV.B. of the Compact. Public notice of any proposed revision to the approved dues formula shall be given at least 30 days prior to the Commission meeting at which the proposed revision will be considered.

(b) The Commission may consider the population of the States, the number of students subject to the compact within each State, and the volume of student transfers between States in determining and adjusting the assessment formula.

(c) The approved formula and resulting assessments for all member States shall be distributed by the Commission to each member State annually.

(d) Beginning with FY 2027~~0~~, the dues formula shall be based on the figure of one dollar and seventy-eight ~~fifteen~~-cents per child (\$1.~~7815~~) of military families eligible for transfer under this compact, and this calculation shall be based upon the State in which each military family resides, except that no State dues assessment ~~shall exceed the sum of sixty-nine thousand dollars (\$69,000.00) per year or~~ shall be less than four ~~two~~ thousand ~~three hundred~~ dollars (\$~~42,0300.00~~). For purposes of this Rule, the dues amount for each State under the foregoing formula calculation set forth in this Sec. 2.103(d) shall be the "Base Dues Amount."

(e) Beginning with FY 2028 and continuing for each fiscal year thereafter, the Base Dues Amount for each state shall be increased annually by four percent (4%) (the new dues amount in any respective fiscal year shall be the "Adjusted Dues Amount.") For example, for any given State, the Adjusted Dues Amount for FY 2029 shall be calculated by increasing the FY 2028 Adjusted Dues Amount by four percent (4%).

(f) At least every three (3) years, the Finance Committee shall review the base dues calculation formula set forth in Sec. 2.103(d) and the adjustment percentage set forth in Sec. 2.103(e). Following such review, the Finance Committee may make recommendation(s), to the Rules Committee regarding modification of the base dues formula calculation and/or the annual percentage increase set forth therein. Such recommendations shall be based upon an assessment of inflation, overall costs, and the operations, activities, and budget of the commission consistent with Article XIV.B. of the Compact.

(g) Ex-Officio Members, as non-State organizations participating in the Commission pursuant to IX.C. of the Compact, shall not be subject to the foregoing dues formula calculation consistent with Article XIV of the Compact.

(h) The Commission may receive donations, grants of money, or contributions in-kind (such as equipment, supplies, materials, services and support) from its Ex-Officio Members as authorized by Article X.J. to assist in the payment of its reasonable expenses of its establishment, organization and ongoing activities pursuant to Article XIV.A. of the Compact,- except where such activity would create a conflict of interest thereof.