

FISCAL NOTE
Requested by Legislative Council
01/14/2019

Bill/Resolution No.: HB 1511

- 1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2017-2019 Biennium		2019-2021 Biennium		2021-2023 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures			\$83,400,000		\$83,400,000	
Appropriations			\$83,400,000		\$83,400,000	

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2017-2019 Biennium	2019-2021 Biennium	2021-2023 Biennium
Counties			
Cities			
School Districts			
Townships			

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

House Bill 1511 removes the dollar limits on ND academic or career & technical education scholarship awards.

- B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Currently, ND AC & CTE scholarships are \$750 per semester or \$500 per quarter, with a \$6,000 lifetime cap. HB1511 removes those caps and increases the awards to the full tuition and fees charged at the institution.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

- A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

- B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

Fall 2018 AC/CTE awards were made to 5,059 students. 2018-19 tuition and fees average approximately \$9,000 at ND research institutions, \$7,000 at 4-year regional universities and \$4,900 at two-year colleges. If the award amount was increased to full tuition and fees, scholarship awards would total about \$41.7 million per year, or \$83.4 million each biennium.

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

Total program costs are estimated at \$83.4 million. The base level appropriation for the current AC/CTE scholarship program is \$12.0 million. An ongoing \$71.4 million appropriation increase would be required as a result of the proposed changes.

Name: Tammy Dolan

Agency: NDUS

Telephone: 328-4116

Date Prepared: 01/17/2019