

FISCAL NOTE
HOUSE BILL NO. 1214
LC# 25.0752.04000
04/29/2025

1 - 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.

	2023-2025 Biennium		2025-2027 Biennium		2027-2029 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures			\$6,350,000			
Appropriations						

2 - County, City, School District, and Township Fiscal Effect

Identify the fiscal effect on the appropriate political subdivision.

	2023-2025 Biennium	2025-2027 Biennium	2027-2029 Biennium
Counties			
Cities			
School Districts			
Townships			

3 - Bill and Fiscal Impact Summary

Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).

HB 1214 changes the transportation payment calculation for school districts. The formula would include factors of square miles of the district, number of runs, and number of buildings in the district. The formula would no longer use rides as a factor.

4 - Fiscal Impact Sections Detail

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.

Section 1 provides the calculation to convert the transportation information into a weighted student unit to calculate the transportation funding. The weighted student units are multiplied by the per pupil payment set in subsection 3 of section 15.1-27-04.1. Transportation funding would increase as the per pupil payment increases. NDDPI is using 2023-24 miles, runs, district square miles, and number of buildings for purposes of calculating this fiscal note.

The amendment decreases the weighting factor from 0.10 to 0.91 to generate weighted student units. The conference committee amended hold harmless into the bill that would increase the cost for the 2025-2027 biennium \$250,000.

5 - Revenues Detail

For information shown under state fiscal effect in 1 or 2, please explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.

6 - Expenditures Detail

For information shown under state fiscal effect in 1 or 2, please explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.

Using the 2023-2024 transportation report, school buildings, and district square mileage, the increase in transportation funding would be approximately \$5.1 million for the 2025-2027 biennium.

The fiscal note of this bill would increase with increases to the per pupil payment. The fiscal note assumes a per pupil payment of \$11,072. HB 1369 has a 3% & 3% increase to the per pupil payment. If HB 1369 passes, that would increase the fiscal note for HB 1214 \$2 million.

7 - Appropriations Detail

For information shown under state fiscal effect in 1 or 2, please 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.

The appropriation for school district transportation is in HB 1013. The 2023-2025 appropriation is \$58.1 million. The new appropriation request would be \$58 million as not all \$58.1 million will be spent in the 2023-2025 biennium. If HB 1369 passes at a 3% and 3% increase the appropriation needed is \$60.1 million. The additional hold harmless increases the appropriation request to \$60,350,000.

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