

(Prepare in triplicate)

FISCAL NOTE

Prepared in regard to:

HB 448

(list bill or resolution and number, if available, or subject)

Amendment to:

(list bill or resolution and number)

REQUESTED BY: Allen I. Olson

DATE OF RECEIPT Jan. 30, 1969

In the following space note the fiscal effect in dollars of the legislative proposal. If additional space is needed attach a supplementary sheet. Please type.

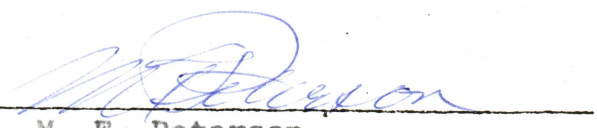
House Bill 448 raises the ceiling on advances to public schools for construction from \$400,000 to \$500,000. Since the fund has so much to spend, it will not increase the amount of expenditure, but it will simply reduce the number of schools that can be helped. For example, with a ceiling of \$400,000, two schools can each receive \$400,000 and one \$200,000, using \$1 million. If the maximum is raised to \$500,000, two schools could be helped, each receiving \$500,000.

I hasten to add, however, that the State Board of Public School Education, which is in charge of the construction fund, will continue to have discretion in the advances allowed to schools, and further, only the larger schools can qualify for either the \$400,000 or the \$500,000.

At the present rate of interest, the income to the fund, principal and interest, is about \$1 million per annum.

Date of preparation: January 30, 1969

Signed



M. F. Peterson

By