

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: Senate Bill No. 2318 Amendment to: \_\_\_\_\_

Requested by: Legislative Council Date of Receipt: 1/15/87

Please estimate the fiscal impact of the above measure for:

State general or special funds       Counties       Cities

In the following space note the fiscal effect in dollars of this measure:

Narrative:

It is unlikely that a two-year medical school is a practical option. Therefore, no accurate cost estimate can be made at this time. However, an estimate of discontinuing the four-year medical school was made by Ernst & Whinney in its November, 1986 study. The estimated biennial cost reduction of discontinuing the school and contracting for 210 medical students is about \$9 million from the General Fund and \$8.5 million in special funds. See the attached analysis prepared by Ernst & Whinney in its recently completed study. If one assumes that discontinuing the third and fourth years is equal to one-half of discontinuing all four years, the biennial cost reductions would be about \$4.5 million from the General Fund and \$4.25 million in special funds.

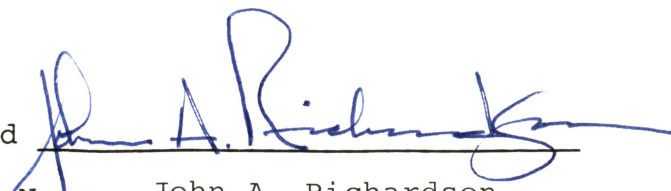
State Fiscal Effect:

| <u>1987-88</u>       |                     | <u>1988-89</u>       |                     | <u>Biennium Total</u> |                     |
|----------------------|---------------------|----------------------|---------------------|-----------------------|---------------------|
| <u>Special Funds</u> | <u>General Fund</u> | <u>Special Funds</u> | <u>General Fund</u> | <u>Special Funds</u>  | <u>General Fund</u> |
|                      |                     |                      |                     |                       |                     |

County and City Fiscal Effect:

| <u>1987-88</u>  |               | <u>1988-89</u>  |               | <u>Biennium Total</u> |               |
|-----------------|---------------|-----------------|---------------|-----------------------|---------------|
| <u>Counties</u> | <u>Cities</u> | <u>Counties</u> | <u>Cities</u> | <u>Counties</u>       | <u>Cities</u> |
|                 |               |                 |               |                       |               |

If additional space is needed, attach a supplemental sheet.

Signed   
Typed Name John A. Richardson

Date Prepared: 1/15/87

Department Board of Higher Education