

FISCAL NOTE Revised

(Return original and 10 copies)

Bill/Resolution No.: SB 2186

Amendment to: _____

Requested by Legislative Council

Date of Request: January 17, 1997

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, cities, and school districts.

Narrative: This bill would require the placing agency to pay the full cost of education incurred by the receiving district if the placement is for noneducational purposes.

	<u>Local Cost</u>	<u>DPI Cost</u>	<u>Total Cost</u>
Agency placed ND special education tuition	\$1,364,531	\$1,894,394	\$3,258,926
Agency placed ND regular education tuition	392,264	574,808	967,072
Agency placed DPI responsible tuition	<u> </u>	<u>649,414</u>	<u>649,414</u>
Total Annual Cost (based 1995-96)	\$1,756,795	\$ 3,118,616	\$4,875,411
Total Estimated Biennial Costs	\$3,500,000	\$ 6,200,000	\$9,700,000

See additional detail attached

2. State fiscal effect in dollar amounts:

	1995-97 Biennium		1997-99 Biennium		1999-2001 Biennium	
	General Fund	Special Funds	General Fund	Special Funds	General Fund	Special Funds
Revenues:						
Expenditures:			(2,300,000)		(2,300,000)	

3. What, if any, is the effect of this measure on the appropriation for your agency or department?

a. For rest of 1995-97 biennium:	
b. For the 1997-99 biennium:	(6,200,000)
c. For the 1999-2001 biennium:	(6,200,000)

4. County, City, and School District fiscal effect in dollar amounts:

1995-97 Biennium			1997-99 Biennium			1999-2001 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
			4,000,000		(3,500,000)	4,000,000		(3,500,000)

If additional space is needed, attach a supplemental sheet.

Signed 

Typed Name Jerry A. Coleman

Department Public Instruction

Date Prepared: January 28, 1997

Phone Number 328-4051

Tuition Responsibility for Agency Placements (1995-96 Payments)

From DPI and School District Budgets	Local Liability	DPI Tuition	Paid To Date
Agency placed ND SP ED	1,364,531	1,894,394	3,258,926
Agency placed ND regular	392,264	574,808	967,072
DPI responsible students		649,414	649,414
Total	1,756,795	3,118,616	4,875,411
Biennium	3,500,000	6,200,000	9,700,000

To Placing Agency Budgets	Estimated %	Total	State	County	Tribal	Private
Division of Juvenile Services (DJS)	32%	1,560,132	1,560,132			
County	42%	2,047,673		2,047,673		
Casey Family Foundation	10%	487,541				487,541
Tribal Governments	8%	390,033			390,033	
Department of Human Services (DHS)	8%	390,033	390,033			
Total	100%	4,875,412	1,950,165	2,047,673	390,033	487,541
Biennium		9,700,000	3,900,000	4,000,000	800,000	1,000,000

Definitions

- Agency placed ND SP ED = Special Education students placed for purposes other than education.
- Agency placed ND regular for purposes other than education. = Regular education students placed out of district for purposes other than education.
- DPI responsible students = Special education and regular education students placed for purposes other than education that are the responsibility of the state.

For purposes of the fiscal note, \$9.7 million is the tuition cost transferred to the placing agencies. DHS estimates 850 school age children in the foster care system. The \$9.7 million pays for approximately 400 district responsible and 100 state responsible students. This leaves 350 students not accounted for that are educated in their home district and/or are served at below the state average cost per student. Assuming the state average cost is \$4,000, another \$1.4 million could be shifted to the placing agencies

Districts also get foundation payments for these students (excluding DPI responsible). Foundation aid is seen to have an indirect impact, since the base student payment is set on projected enrollment and funding available. If this bill passes, the enrollment projections for foundation aid should be revised accordingly (850 - 100 DPI responsible).