

FISCAL NOTE

(Return original and 10 copies)

Bill/Resolution No.: SB 2254

Amendment to: _____

Requested by Legislative Council

Date of Request: January 22, 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 reduces the mill deduct for school districts levying over 129.5 mills (70% of levy cap of 185 mills). A school district's mill deduct is reduced 4 mills for each 10% increment by which the statutory per student payment is less than 70% of the statewide average cost of education per student. (\$1,862 divided by \$3,852 state average cost of education = 48% or two 10% increments below 70%).

The fiscal note is based on a computer simulation comparing a mill deduct for both years at 32 mills to mill deducts at 32 mills for districts levying under 129.5 mills, and 24 mills for districts levying over 129.5 mills for both years. The modified bill deduct system will require \$17,300,000 to replace the 8 mill reduction to districts levying over 129.5 mills.

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:			17,300,000		17,300,000	

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:	17,300,000
c. For the 1999-2001 biennium:	17,300,000

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
					17,300,000			17,300,000

If additional space is needed, attach a supplemental sheet.

Signed Jerry Coleman

Typed Name Jerry Coleman

Department Public Instruction

Date Prepared: January 30, 1997

Phone Number 328-4051