

FISCAL NOTE
Requested by Legislative Council
01/15/2013

Bill/Resolution No.: HB 1301

- 1 A. **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.*

	2011-2013 Biennium		2013-2015 Biennium		2015-2017 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures			\$550,000			
Appropriations						

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2011-2013 Biennium	2013-2015 Biennium	2015-2017 Biennium
Counties			
Cities			
School Districts			
Townships			

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

This bill removes the sunset provision on the amendments to 15.1-29-14 and 15.1-32-19 made last session relating to excess cost and boarding care reimbursements.

- B. **Fiscal impact sections:** *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 allows a school district to be reimbursed from state funds the excess education and related costs for students voluntarily placed in licensed child care facilities located within their resident school district. Previously a school district was reimbursed for all costs exceeding 4.0 times the state average cost (est. \$42,000) for these placements. The change allows reimbursement for all costs exceeding the state average cost (est. \$10,500). Section 2 allows a school district to be reimbursed from state funds 80% of the cost of boarding care for students placed in programs located within the student's resident school district. Previously the school district was responsible for 100% of the boarding care costs of these placements. 2011-12 data identified nine student contracts resulting in \$144,865 excess cost reimbursement that would not have been previously eligible. Boarding care reimbursements totaled \$128,174. The total costs identified total \$273,039. The impact for the biennium will be approximately \$550,000.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

- A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

- B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

- C. **Appropriations:** *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 is also included in the executive budget or relates to a continuing appropriation.*

The Department of Public Instruction's appropriation bill HB 1013 contains \$16,500,000 for special education contracts. The costs identified above are expected to be absorbed by that line item.

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Date Prepared: 01/19/2013