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# **Oppositional Testimony on Senate Bill 2400: Education Savings Accounts (ESAs)**

My name is Jeff Schmidt, and I serve on the Kidder County School Board. This testimony is to voice my strong opposition to Senate Bill 2400, which proposes establishing Education Savings Accounts (ESAs) in North Dakota.

As a school board member, I see firsthand how every dollar impacts our students, teachers, and community. While the idea of giving families more educational choices might sound appealing, the reality is that this bill threatens the quality and stability of our public schools—especially in rural areas like Kidder County.

### 1. Diverting Funds from Public Schools and Other Vital Areas

Public schools are the backbone of our communities, particularly in rural areas where we don't have private school options nearby. Senate Bill 2400 would take funds away from our public schools to support private education, but the majority of families in Kidder County won't even have access to these alternatives.

Our school district operates on a careful budget, and losing state funding—no matter how small it might seem means cutting essential programs, increasing class sizes, or reducing staff. This bill threatens to undermine the resources we rely on to provide a quality education for *all* students in our district.

The argument may be made that these funds may not go to public education anyway. Though that may be true, the fact is that a minimum \$120 million will be diverted from somewhere. Whether that be from public schools, child protection services, roads and bridges or ambulance and law enforcement services, there will be \$120 million less to distribute.

### 2. Lack of Oversight and Accountability

Public schools are held to high standards. We're accountable to the community, the state, and most importantly, to our students. We follow strict guidelines for curriculum, teacher certification, and student performance. However, SB 2400 does not require private schools or educational providers receiving ESA funds to meet the same standards.

Without clear oversight, there's no guarantee that taxpayer dollars will be spent on quality education. Public funds should come with public accountability, and this bill simply doesn't ensure that.

### 3. Unfair to Rural Communities

In Kidder County, and many other rural areas across North Dakota, families don't have access to private schools or alternative education providers. This bill creates a system where families in larger cities may benefit, while rural communities are left behind with fewer resources and no real "choice."

Our public schools are not just educational institutions—they are community hubs. When public schools suffer, the whole community feels the impact. Senate Bill 2400 would widen the gap between urban and rural education, making it even harder for rural schools like ours to provide the opportunities our students deserve.

## 4. Fiscal Responsibility and Long-Term Impact

Senate Bill 2400 is not a fiscally responsible solution. The *minimum* estimated cost of this program is \$120 million, a substantial amount that will be diverted from our public education system. Once ESA programs are introduced, they tend to expand over time, leading to even more state funds being redirected from public schools.

This financial strain could force future cuts to essential services or require higher taxes to make up the difference. Other states that have implemented similar programs have not seen consistent improvements in student outcomes. We should not risk the stability of our public education system for a program that lacks clear, proven benefits.

### Conclusion

As a school board member, my priority is ensuring every student in Kidder County has access to a quality education. Senate Bill 2400 jeopardizes that by diverting funds from our public schools, reducing accountability, and creating inequities between urban and rural communities—all at a *minimum* cost of \$120 million to North Dakota taxpayers.

I strongly urge you to oppose Senate Bill 2400. Thank you for your time.