

MICROFILM DIVIDER

OMB/RECORDS MANAGEMENT DIVISION

SFN 2053 (2/85) 5M



ROLL NUMBER

DESCRIPTION

2430

2001 SENATE EDUCATION

SB 2430

2001 SENATE STANDING COMMITTEE MINUTES

BILL/RESOLUTION NO. SB 2430

Senate Education Committee

Conference Committee

Hearing Date 02-05-01

Tape Number	Side A	Side B	Meter #
1	x		0 - 18.9
1	X		39.5 - 43.7
1 (02-07-01)		x	43.0 - end
2 (02-07-01)	x		0 - 12.2
Committee Clerk Signature <i>Amanda Johnson</i>			

Minutes: CHAIRMAN FREBORG called the committee to order on February 5, 2001. The committee met in the Brynhild Haugland Room.

Roll call was taken with all (7) members present.

CHAIRMAN FREBORG called the hearing on SB 2430 relating to the distribution of state aid to school districts.

Testimony in support of SB 2430:

SENATOR O'CONNELL, District 6, stated this bill changes the timing of the distribution of state aid to school districts. The current method distributes \$250 million annually in state aid to school districts at roughly 10% each month July through April. This bill changes the distribution for the first four months to 15% and distributes the remaining aid over the last five months. The change in the distribution results in an average additional demand on cash of \$20 million per month over the 10 month payment schedule. At the average interest rate of 3.98% earned on these funds by the state over this period, the opportunity cost forgone each year would be

approximately \$663,000. Assuming the school districts collectively earn or avoid interest at the same rate, the fiscal impact is projected to reduce state interest revenue \$1.3 million and increase school district revenue by the same amount for each biennium. SENATOR FREBORG stated the fiscal note shows a gain for the school districts if they would reinvest the money as they receive it, or this may eliminate the need to issue certificates of indebtedness and they would save the interest.

RICHARD OTT, ND Council of Educational Leaders, stated the carrying on of school finances is an extremely complex activity. One of the more complex parts of it are the interim time. He stated from the time the fiscal year starts for a school district until they start to receive the local tax money, they spend about 23% more than they receive. Statewide the average amount that is in school districts' interim fund is almost exactly what it would take to cover this deficiency up until the time that local money starts to come to them. This would increase the money coming from the state approximately 20%, which is just about the amount necessary that the interim fund would have to cover. This would be a step in the right direction to take care of what has been his primary concern about the integrity of the interim account. There would not be the need to have so much money in reserve for the interim. SENATOR FREBORG asked what the total is in the interim fund. MR. OTT stated he did not know, but would have the information available.

JOE WESTBY, NDEA, presented a matrix on school funds. During the interim school districts came in and testified their cash flow problems were during the interim. This bill would correct that and the school districts would not have to maintain such large ending balances, thus freeing up some money in those balances. He further stated that in HB 1344 (Governor's bill) on teacher pay initiative, moneys coming from that bill would not be received by school districts until November. If foundation aid money were to come in sooner, it would help the districts. The

local dollars come in February. SENATOR KELSH asked Mr. Westby to explain the Fund Groups in his matrix. Fund Group I is mostly the General Fund, the operating funds of the districts. The other funds are special and are dedicated to a specific purpose. SENATOR FREBORG asked for a printout showing the gain in the balance from each district from the previous biennium to this biennium so the committee can see where the new \$12 million came from. He further stated if the money came into districts that need more money to raise teacher's salaries, then he feels there is a problem.

JERRY COLEMAN, DPI, explained why the fiscal note on this bill. (see attached) .DPI puts out \$250 million to school districts each year. Under the current distribution, it is 10% each month for 10 payments, beginning July 15 and August 1st through April 1st. Under this bill, 15% will go out the first four months, and then the payments will pick up in December, and the remainder will equally go out after that which is about 8%. He compared what the cash flows would be, how it would impact the state, and the additional cash they would have to pay out. It would be \$12.5 million the first month, the next month \$25 million extra, \$37.50 million, \$50 million, and then it starts going down. SENATOR FREBORG asked if the November payment would be made larger, would that solve some of the problems without impacting the state so much. In other words, the state would keep the 10% for the first four months, and in November make it catch up to 60%. Mr. Coleman felt the impact to the state would be less and it is worth looking at. He stated that three bien'niiums ago the legislature changed the payment schedule. More discussion on current payments and what the bill is proposing.

There was no testimony in opposition to the bill.

CHARIMAN FREBORG closed the hearing on SB 2430.

02-05-01, Tape 1, Side A, 39.5 - 43.7

Discussion on SB 2430:

SENATOR FREBORG asked if the committee wants to move the date for the large payment to November. Senator Cook said it would free up dollars in the local district to use for immediate needs. SENATOR WANZEK stated the intent is to get the dollars to the district when they are needed the most. SENATOR FREBORG stated we would wait for information from DPI. SENATOR O'CONNELL will draft amendments that will keep the four payments the same and will balloon the November payment.

Committee stood at recess.

02-07-01, Tape 1, Side B, 43.0 - end, Tape 2, Side A, 0 - 12.2

JERRY COLEMAN, DPI, presented a chart on the change in foundation aid distribution and explained it to the committee. SENATOR FLAKOLL asked if this will impact summer school. MR. COLEMAN answered no. SENATOR COOK wondered if this is better than what we have. Mr. Coleman stated this gives schools a better opportunity to lower their ending fund balance. He stated the department feels the months of November, December, and January are problem months for schools to balance their books. There was more discussion on the proposed schedule.

SENATOR COOK moved to adopt the amendment as presented which is a proposed schedule of payments, which makes this legislation revenue neutral, and putting an effective date of 07-01-01 on it. Seconded by SENATOR KELSH.

Roll Call Vote: 7 YES. 0 NO. 0 Absent. Amendment Adopted.

Page 5

Senate Education Committee

Bill/Resolution Number SB 2430

Hearing Date ~~02-05-01~~

2-7-01

SENATOR COOK moved a DO PASS as Amended. Seconded by SENATOR KELSH.

Roll Call Vote: 7 YES. 0 NO. 0 Absent. Motion Carried.

Carrier: SENATOR O'CONNELL.

FISCAL NOTE

Requested by Legislative Council
02/14/2001

Bill/Resolution No.:

Amendment to: SB 2430

1A. 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.*

	1999-2001 Biennium		2001-2003 Biennium		2003-2005 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$0	\$0	\$0
Appropriations	\$0	\$0	\$0	\$0	\$0	\$0

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

1999-2001 Biennium			2001-2003 Biennium			2003-2005 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

2. Narrative: *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

This bill changes the timing of the distribution of state aid to school districts. The current method distributes \$250 million annually in state aid to school districts at roughly 10% each month July through April. This bill eliminates the July 15th payment, but increases the amount of state funding to the districts for the months of November through March. There is no fiscal impact under this distribution plan.

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, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

Name:	Jerry Coleman	Agency:	Public Instruction
Phone Number:	328-4051	Date Prepared:	02/15/2001

FISCAL NOTE

Requested by Legislative Council
01/30/2001

Bill/Resolution No.: SB 2430

Amendment to:

1A. 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.*

	1999-2001 Biennium		2001-2003 Biennium		2003-2005 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	(\$1,300,000)	\$0	(\$1,300,000)	\$0
Expenditures	\$0	\$0	\$0	\$0	\$0	\$0
Appropriations	\$0	\$0	\$0	\$0	\$0	\$0

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

1999-2001 Biennium			2001-2003 Biennium			2003-2005 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$1,300,000	\$0	\$0	\$1,300,000

2. Narrative: *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

This bill changes the timing of the distribution of state aid to school districts. The current method distributes \$250 million annually in state aid to school districts at roughly 10% each month July through April. This bill changes the distribution for the first four months to 15% and distributes the remaining aid over the last five months.

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.*

The change in the distribution results in an average additional demand on cash of \$20 million per month (ranging from 0-\$50 monthly impact) over the 10 month payment schedule. At the average interest rate of 3.98% earned on these funds by the state over this period, the opportunity cost forgone each year would be approximately \$663,000 (3.98% x \$20 million average x 10/12 months).

Assuming the school districts collectively earn or avoid interest at the same rate, the fiscal impact is projected to reduce state interest revenue \$1.3 million and increase school district revenue by the same amount for each biennium.

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, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

Name:	Jerry Coleman	Agency:	Public Instruction
Phone Number:	328-4051	Date Prepared:	02/01/2001

PROPOSED AMENDMENTS TO SENATE BILL NO. 2430

Page 1, line 3, after "districts" insert "; to provide an effective date; and to declare an emergency"

Page 1, line 10, remove the overstrike over "~~ten~~" and remove "fifteen"

Page 1, line 11, overstrike "July fifteenth,", overstrike the third comma and insert immediately thereafter "and", and overstrike ", and"

Page 1, line 12, overstrike "October first" and after the period insert "The superintendent shall pay each school district twenty percent of that amount, within the limits of legislative appropriation, on or before October first of each year."

Page 1, line 14, remove the overstrike over "~~On or before November first,~~"

Page 1, remove the overstrike over lines 15 and 16

Page 1, line 17, after "~~fifty~~" insert "sixty" and remove the overstrike over "~~percent of the sum found to be due under this chapter.~~"

Page 2, line 4, remove the overstrike over "~~ten~~" and remove "fifteen"

Page 2, line 6, overstrike "July fifteenth,", overstrike the third comma and insert immediately thereafter "and", and overstrike ", and October"

Page 2, line 7, overstrike "first" and after the period insert "The superintendent shall pay each school district twenty percent of that amount, within the limits of legislative appropriation, on or before October first of each year."

Page 2, line 11, remove the overstrike over "~~On or before November first, the superintendent of public instruction shall pay to~~"

Page 2, remove the overstrike over line 12

Page 2, line 13, remove the overstrike over "~~addition to the above payments, constitutes~~", after "~~fifty~~" insert "sixty", and remove the overstrike over "~~percent of the sum due under this~~"

Page 2, line 14, remove the overstrike over "~~chapter.~~"

Page 2, after line 20, insert:

"SECTION 3. EFFECTIVE DATE. This Act becomes effective on July 1, 2001.

SECTION 4. EMERGENCY. This Act is declared to be an emergency measure."

Re-number accordingly

Date: 2-7-01
Roll Call Vote #: 1

2001 SENATE STANDING COMMITTEE ROLL CALL VOTES
BILL/RESOLUTION NO. 2430

Senate Education Committee

Subcommittee on _____
or
 Conference Committee

Legislative Council Amendment Number _____

Action Taken adopt amendment

Motion Made By Sen. Cook Seconded By Sen. O'Connell

Senators	Yes	No	Senators	Yes	No
Senator Freborg - Chairman	✓		Senator Christenson	✓	
Senator Flakoll - Vice Chairman	✓		Senator Kelsh	✓	
Senator Cook	✓		Senator O'Connell	✓	
Senator Wanzek	✓				

Total (Yes) 7 No 0

Absent 0

Floor Assignment _____

If the vote is on an amendment, briefly indicate intent:

Date: 2-7-01
Roll Call Vote #: 2

2001 SENATE STANDING COMMITTEE ROLL CALL VOTES
BILL/RESOLUTION NO. 2430

Senate Education Committee

Subcommittee on _____
or
 Conference Committee

Legislative Council Amendment Number _____

Action Taken DPA

Motion Made By Sen. Cook Seconded By Sen. Kelsh

Senators	Yes	No	Senators	Yes	No
Senator Freborg - Chairman	✓		Senator Christenson	✓	
Senator Flakoll - Vice Chairman	✓		Senator Kelsh	✓	
Senator Cook	✓		Senator O'Connell	✓	
Senator Wanzek	✓				

Total (Yes) 7 No 0

Absent 0

Floor Assignment Sen. O'Connell

If the vote is on an amendment, briefly indicate intent:

COOL

NEFT

NEXT FICHE

REPORT OF STANDING COMMITTEE

SB 2430: Education Committee (Sen. Freborg, Chairman) recommends AMENDMENTS AS FOLLOWS and when so amended, recommends **DO PASS** (7 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING). SB 2430 was placed on the Sixth order on the calendar.

Page 1, line 3, after "districts" insert "; to provide an effective date; and to declare an emergency"

Page 1, line 10, remove the overstrike over "ten" and remove "fifteen"

Page 1, line 11, overstrike "July fifteenth,", overstrike the third comma and insert immediately thereafter "and", and overstrike ", and"

Page 1, line 12, overstrike "October first" and after the period insert "The superintendent shall pay each school district twenty percent of that amount, within the limits of legislative appropriation, on or before October first of each year."

Page 1, line 14, remove the overstrike over "~~On or before November first,~~"

Page 1, remove the overstrike over lines 15 and 16

Page 1, line 17, after "fifty" insert "sixty" and remove the overstrike over "~~percent of the sum found to be due under this chapter.~~"

Page 2, line 4, remove the overstrike over "ten" and remove "fifteen"

Page 2, line 6, overstrike "July fifteenth,", overstrike the third comma and insert immediately thereafter "and", and overstrike ", and October"

Page 2, line 7, overstrike "first" and after the period insert "The superintendent shall pay each school district twenty percent of that amount, within the limits of legislative appropriation, on or before October first of each year."

Page 2, line 11, remove the overstrike over "~~On or before November first, the superintendent of public instruction shall pay to~~"

Page 2, remove the overstrike over line 12

Page 2, line 13, remove the overstrike over "~~addition to the above payments, constitutes~~", after "fifty" insert "sixty", and remove the overstrike over "~~percent of the sum due under this~~"

Page 2, remove the overstrike over line 14

Page 2, line 15, remove the overstrike over "5."

Page 2, line 18, remove the overstrike over "6." and remove "5."

Page 2, after line 20, insert:

"SECTION 3. EFFECTIVE DATE. This Act becomes effective on July 1, 2001.

SECTION 4. EMERGENCY. This Act is declared to be an emergency measure."

Renumber accordingly

2001 HOUSE EDUCATION

SB 2430

2001 HOUSE STANDING COMMITTEE MINUTES

BILL/RESOLUTION NO. SB2430

House Education Committee

Conference Committee

Hearing Date 03/05/01

Tape Number	Side A	Side B	Meter #
#1	X		1440 to 2101
#1		X	1101 to 1360
Committee Clerk Signature	<i>[Signature]</i>	<i>[Signature]</i>	

Minutes:

Chairman R. Kelsch, Vice-Chair T. Brusegaard, Rep. Bellew, Rep. Grumbo, Rep. Haas, Rep. Hanson, Rep. Hawken, Rep. Hunskor, Rep. Johnson, Rep. Meier, Rep. Mueller, Rep. Nelson, Rep. Nottestad, Rep. Solberg, Rep. Thoreson

Chairman Kelsch: We will open the hearing on SB2430.

Sen. O'Connell: (District 6) All this does is move the dates around, so the schools get the money a little bit faster. What's been done in the past, school districts are about 29% behind when it comes to the first of the year, so all this does is change the way the payments go out, which is what's in the bill. There's no fiscal note to the state.

Joe Westby: (NDEA) It simply accelerates the rate at which school districts receive the foundation aid money, so that by Nov. 1, they will have received 60% instead of the current method of provided 50%, I believe, by that same time. The reason for this bill, was related to some work that was done during the interim in which school districts and presented their views

on why they needed the ending balances that they have currently, and we've seen in the last year, those ending balances have again increased from \$12 million, I think, to \$149 million. The explanation was that the cash flow needs of their districts were such that in November, December and January, their cash flow reached the bottom of the curve, and they had difficulty managing their operations unless they carried a significant ending balance to tie them over until the tax money came in in February, so we think this bill will help with that problem by providing a little bit more of the foundation aid money a little sooner in the year, and hopefully some of that problem will be litigated to some degree.

Rep. Grumbo: If a school district does not have a good carry over balance in the old bill, what would they have had to do in order to pay their bills?

Westby: I think that some of them would have needed more money at that time.

Rep. Grumbo: Okay... Do they issue.... Ok, I understand.

Westby: Some of them would have needed to borrow money perhaps.

Richard Ott: (ND Council of Educational Leaders) Our state average is about 23% for carry over funds. By the end of December, we have gone 23% into the balances, so theoretically, this zeroes out on paper. There are exceptions because each school district is totally different, but this approach would address one of my major concerns about the reason for keeping the interim fund.

Dean Bard: (ND Small Organized Schools) This appears to be good legislation, it would help even out the bumps that we see at the present time in regard to the payment of funds to the school districts. We support it.

Chairman Kelsch: We will now close the hearing on SB2430.

Page 3
House Education Committee
Bill/Resolution Number SB2430
Hearing Date 03/05/01

Chairman Kelsch: We will now take up SB2430. What are the wishes of the committee?

Rep. Haas: I move a DO PASS.

Rep. Solberg: Second.

Chairman Kelsch: Committee discussion.

The motion of DO PASS passes with 15 YAY 0 NAY 0 ABSENT

Floor assignment: Rep. Solberg

Date: 3/9/01
Roll Call Vote #: 1

2001 HOUSE STANDING COMMITTEE ROLL CALL VOTES
BILL/RESOLUTION NO. SB 2430

House House Education Committee

Subcommittee on _____
or
 Conference Committee

Legislative Council Amendment Number _____

Action Taken Do Pass

Motion Made By Rep. Haas Seconded By Rep. Solberg

Representatives	Yes	No	Representatives	Yes	No
Chairman-RaeAnn G. Kelsch	✓		Rep. Howard Grumbo	✓	
V. Chairman-Thomas T. Brusegaard	✓		Rep. Lyle Hanson	✓	
Rep. Larry Bellew	✓		Rep. Bob Hunskor	✓	
Rep. C.B. Haas	✓		Rep. Philllp Mueller	✓	
Rep. Kathy Hawken	✓		Rep. Dorvan Solberg	✓	
Rep. Dennis E. Johnson	✓				
Rep. Lisa Meier	✓				
Rep. Jon O. Nelson	✓				
Rep. Darrell D. Nottestad	✓				
Rep. Laurel Thoreson	✓				

Total (Yes) 15 No 0

Absent 0

Floor Assignment Rep. Solberg

If the vote is on an amendment, briefly indicate intent:

REPORT OF STANDING COMMITTEE (410)
March 5, 2001 12:08 p.m.

Module No: HR-37-4807
Carrier: Solberg
Insert LC: . Title: .

REPORT OF STANDING COMMITTEE

SB 2430, as engrossed: Education Committee (Rep. R. Kelsch, Chairman) recommends
DO PASS (15 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING). Engrossed SB 2430
was placed on the Fourteenth order on the calendar.

2001 TESTIMONY

SB 2430

Ending Balance by District and Fund Group (1999-2000)

2/1/01

ID	District	Fund Group 1	Fund Group 2	Fund Group 3	Fund Group 4	Fund Group 5	Fund Group 6	Fund Group 7
1003	Reeder 3	94,682.92	0.00	27,926.43	0.00	595.97	4,775.65	0.00
1013	Hettinger 13	512,954.77	0.00	23,339.51	7,383.79	5,269.76	81,465.93	85,947.36
2002	Valley City 2	669,332.03	64,332.26	686,944.04	191,296.47	37,251.03	50,439.91	0.00
2013	Oriska 13	317,150.02	102,711.37	6,640.59	0.00	4,362.45	11,692.47	0.00
2052	Litchville 52	177,726.87	0.00	0.00	0.00	351.03	6,830.74	0.00
2065	N Central 65	539,859.14	161,469.79	18,858.27	0.00	1,571.85	25,910.43	0.00
2082	Wimbleton-Courtenay 82	450,183.81	192,962.89	0.00	0.00	12,337.55	22,163.95	0.00
3005	Minnewaukan 5	154,890.99	0.00	-9,179.76	0.00	4,045.10	23,537.40	0.00
3006	Leeds 6	442,954.79	115,980.95	9,252.30	0.00	4,301.09	51,931.61	0.00
3009	Maddock 9	444,413.83	0.00	43,779.64	0.00	2,107.11	30,449.20	0.00
3016	Oberon 16	167,319.78	0.00	0.00	0.00	6,822.34	434.69	0.00
3029	Warwick 29	769,470.97	0.00	0.00	0.00	12,851.79	6,303.26	0.00
3030	Ft Totten 30	216,322.47	0.00	0.00	0.00	0.00	4,702.72	0.00
4001	Billings Co 1	4,288,766.71	0.00	5,021,882.04	0.00	0.00	0.00	0.00
5001	Bottineau 1	1,293,350.60	0.00	59,138.45	0.00	4,084.30	92,270.44	2,378.30
5013	Willow City 13	226,077.84	105,170.75	36,718.93	0.00	2,553.94	17,000.78	0.00
5017	Westhope 17	346,373.79	0.00	43,006.29	0.00	2,885.45	38,285.99	0.00
5035	Lansford 35	111,436.44	0.00	19,507.84	0.00	285.76	612.44	0.00
5054	Newburg-United 54	287,205.30	15,393.75	58,164.10	0.00	1,227.37	12,589.56	0.00
6001	Bowman 1	943,934.35	0.00	0.00	0.00	6,693.12	26,745.36	0.00
6017	Rhame 17	486,263.86	0.00	12,319.97	0.00	2,194.58	24,953.55	0.00
6033	Scranton 33	342,889.52	0.00	35,683.44	0.00	5,953.02	23,049.28	0.00
7014	Bowbells 14	239,109.30	0.00	0.00	0.00	12,057.59	17,365.51	0.00
7027	Powers Lake 27	219,919.35	0.00	1,236.58	6,749.63	83.30	31,191.44	0.00
7036	Burke Central 36	733,939.33	0.00	54,120.34	0.00	5,194.39	48,432.18	0.00
8001	Bismarck 1	7,813,153.76	0.00	7,183,967.62	2,177,374.86	1,049,975.49	384,250.54	0.00
8002	Regan 2	94,877.25	0.00	239.55	0.00	302.35	512.56	0.00
8025	Naughton 25	57,354.05	4,117.54	0.00	0.00	1.33	0.00	0.00
8028	Wing 28	284,089.79	0.00	18,521.00	0.00	1,319.67	17,177.57	0.00
8029	Baldwin 29	145,603.14	0.00	459.80	0.00	0.00	0.00	0.00
8033	Menoken 33	136,546.38	0.00	0.00	0.00	1.36	9,335.64	0.00
8034	McKenzie 34	44,537.71	0.00	30.75	0.00	253.28	493.42	0.00

8035	Sterling 35	46,182.58	0.00	0.00	0.00	0.00	1,856.66	2,144.04	0.00
8036	Driscoll 36	97,216.17	0.00	25,717.76	0.00	0.00	467.64	2,674.26	0.00
8039	Apple Creek 39	61,184.85	0.00	0.00	0.00	0.00	0.00	0.00	0.00
8045	Manning 45	16,747.04	0.00	0.00	0.00	0.00	0.00	262.69	0.00
9001	Fargo 1	7,201,071.74	0.00	2,861,624.29	7,195,291.79	36,400.67	736,185.34	63,100.59	633,924.52
9002	Kindred 2	615,694.90	0.00	25,045.80	0.00	0.00	19,658.46	143,167.39	0.00
9004	Maple Valley 4	335,357.84	0.00	0.00	0.00	0.00	3,799.51	21,332.07	0.00
9005	West Fargo 6	1,320,137.64	145,175.70	210,451.44	138,423.49	0.00	160,592.35	326,845.47	14,322.44
9007	Mapleton 7	170,133.40	12,221.95	6,224.99	0.00	0.00	792.53	1,711.62	0.00
9017	Central Cass 17	1,061,072.78	308,523.43	50,434.99	426,868.97	0.00	24,946.40	47,679.56	0.00
9080	Page 80	261,586.61	22,500.00	31,350.34	0.00	0.00	5,156.62	24,199.92	0.00
9097	Northern Cass 97	580,629.88	0.00	49,291.62	237,537.64	0.00	6,154.54	16,433.51	0.00
10001	Osnabrock 1	83,721.68	0.00	7,261.07	0.00	0.00	1,697.09	517.07	0.00
10014	Border Central 14	165,868.57	0.00	0.00	2,509.64	0.00	422.91	577.43	0.00
10019	Munich 19	410,390.61	0.00	22,834.91	0.00	0.00	9,683.60	26,967.36	0.00
10023	Langdon 23	667,971.01	0.00	0.00	0.00	0.00	3,000.37	59,308.24	44,156.79
10030	Milton 30	42,757.53	10,526.43	22,053.69	0.00	0.00	2,577.08	19,737.39	0.00
11040	Ellendale 40	433,672.93	161,712.35	28,004.90	71,424.13	0.00	19,978.54	44,236.54	0.00
11041	Oakes 41	98,107.23	148,521.00	11,461.94	0.00	0.00	0.00	64,876.41	59,199.69
12001	Divide County 1	440,091.43	0.00	8,906.28	0.00	0.00	10,554.29	16,386.96	132,477.59
13008	Dodge 8	78,088.72	33,524.76	6,785.73	0.00	0.00	6,372.45	0.00	0.00
13016	Killdeer 16	663,762.31	310,594.67	10,661.73	0.00	0.00	6,977.60	16,333.76	0.00
13019	Holiday 19	409,482.10	1,349.77	1,844.09	0.00	0.00	3,802.86	13,072.27	0.00
13037	Twin Buttes 37	206,054.66	0.00	0.00	0.00	0.00	0.00	6,328.63	0.00
14001	New Rockford 1	486,520.52	127,202.35	23,976.74	0.00	0.00	4,695.99	43,323.65	0.00
14012	Sheyenne 12	138,269.40	0.00	1,916.91	0.00	0.00	15,196.04	16,240.60	0.00
15005	Hazleton-Moffit-Braddock 6	317,191.82	40,430.02	4,956.71	26,144.99	0.00	16,024.60	27,119.69	0.00
15010	Bakker 10	30,480.09	0.00	0.00	0.00	0.00	386.59	0.00	0.00
15012	Union 12	87,480.52	0.00	0.00	0.00	0.00	0.00	0.00	0.00
15015	Strasburg 15	487,665.01	58,353.95	589.26	0.00	0.00	15,162.71	19,471.27	0.00
15036	Union 36	314,933.10	0.00	471.03	10,008.63	0.00	2,977.46	24,916.72	22,934.97
16010	Carrington 10	844,551.75	0.00	4,881.16	0.00	0.00	39,989.60	67,826.68	0.00
17003	Beach 3	990,843.94	0.00	0.00	0.00	0.00	2,340.34	40,066.00	0.00
17005	Lone Tree 6	236,015.47	82,071.19	137.86	0.00	0.00	0.00	0.00	0.00
18001	Grand Forks 1	13,886,530.00	0.00	95,500.00	709,709.39	0.00	597,877.00	1,000,000.00	0.00

18044	Larimore 44	1,110,470.77	1,852.74	7,950.08	460,937.84	0.00	41,849.57	275,521.14
18061	Thompson 61	465,749.07	5,350.70	109,073.58	109,710.35	6,040.24	104,245.47	0.00
18125	Manvel 125	278,157.84	18,199.65	-9,457.02	27,769.10	1,243.46	21,455.60	0.00
18127	Emerado 127	298,824.23	0.00	14,980.81	0.00	1,867.59	0.00	0.00
18128	Midway 128	182,067.56	0.00	27,324.74	0.00	2,150.00	15,629.26	0.00
18129	Northwood 129	486,552.43	0.00	48,104.77	0.00	4,983.34	25,676.28	0.00
18140	Grand Forks AFB 140	0.00	0.00	1,165,660.00	0.00	0.00	0.00	0.00
19018	Roosevelt 18	259,611.75	0.00	52,244.13	0.00	0.00	23,244.83	0.00
19049	Elgin-New Leipzig 49	317,515.66	0.00	0.00	0.00	1,992.19	20,761.48	0.00
20007	Midkota 7	492,323.00	0.00	0.00	0.00	132.98	461.31	53,141.34
20018	Griggs County Central 18	336,295.69	184,264.06	126,657.01	15,672.14	3,235.50	39,200.86	0.00
21006	Mott 6	588,904.30	0.00	229,976.39	0.00	6,277.16	16,197.88	0.00
21009	New England 9	214,891.12	154,391.43	0.00	0.00	14,426.00	37,481.10	0.00
21014	Regent 14	1,457.15	0.00	2,942.29	0.00	372.27	5,684.74	0.00
22011	Pettibone-Tuttle 11	317,411.03	0.00	45,778.73	0.00	1,055.72	4,321.73	0.00
22014	Robinson 14	213,788.18	0.00	51,225.16	0.00	1,367.21	2,267.94	0.00
22020	Tuttle-Pettibone 20	290,547.24	0.00	66,733.93	0.00	9,474.25	10,549.38	0.00
22026	Steele-Dawson 26	428,598.50	116,396.86	73,894.02	50,369.16	6,642.45	22,812.12	0.00
22028	Tappen 28	121,915.03	51,003.79	12,940.41	0.00	2,593.61	10,115.42	0.00
23003	Edgeley 3	474,941.58	0.00	68,590.27	126,955.43	6,907.64	33,792.17	0.00
23007	Kulm 7	449,186.21	83,461.16	45.26	0.00	4,732.59	14,339.04	0.00
23008	LaMoure 8	281,770.27	0.00	19,556.20	0.00	10,709.14	49,568.01	0.00
23009	Marion 9	117,948.24	0.00	21,263.49	0.00	21.98	22,803.57	0.00
23011	Verona 11	73,928.81	84,079.85	0.00	0.00	591.64	8,574.85	0.00
24002	Napoleon 2	548,360.00	66,694.86	29,033.45	0.00	3,996.51	37,725.10	0.00
24056	Gackle-Streeter 56	685,644.81	58,055.88	81,799.89	0.00	8,067.46	53,468.02	0.00
25001	Velva 1	465,289.84	0.00	64,349.47	19,681.35	14,479.61	46,009.49	0.00
25004	Newport 4	388,295.39	42,112.92	57,306.76	0.00	1,536.56	32,259.12	0.00
25014	Anamoose 14	365,787.46	48,027.90	20,285.55	0.00	990.07	26,672.09	0.00
25025	Granville 25	21,083.02	138,964.23	15,933.35	0.00	9,517.66	15,355.61	0.00
25029	Upham 29	152,451.90	0.00	17,979.11	0.00	116.97	1,568.19	0.00
25057	Drake 57	240,823.51	50,978.04	22,201.17	0.00	8,326.39	12,866.63	0.00
26004	Zeeland 4	346,805.32	84,178.92	34,544.95	0.00	2,907.75	9,473.86	0.00
26009	Ashley 9	791,078.54	446,723.71	217,857.88	0.00	13,674.64	41,457.11	0.00
26019	Wishek 19	375,762.94	0.00	130,044.95	0.00	6,417.55	20,691.94	1,634.85

27001	McKenzie Co 1	1,728,906.43	0 00	1,452,458.95	0 00	3,447.24	84,659.62	11,038.26
27002	Alexander 2	710,884.51	8,670.01	36,528.55	0 00	2,500.00	6,332.21	338.15
27014	Yellowstone 14	279,226.96	0 00	0 00	0 00	1,662.24	7,664.98	0 00
27018	Earl 18	1,089,475.17	11,285.63	0 00	0 00	0 00	0 00	0 00
27019	Bowline Butte 19	156,879.29	0 00	0 00	0 00	0 00	0 00	0 00
27032	Horse Creek 32	201,889.07	0 00	0 00	0 00	0 00	0 00	0 00
27036	Mandaree 36	261,918.15	0 00	0 00	0 00	7,615.24	0 00	0 00
28001	Montefiore 1	21,138.21	0 00	59,811.41	523.81	1,124.42	1,156.16	0 00
28004	Washburn 4	359,229.45	0 00	43,600.16	0 00	19.13	34,062.43	18,365.32
28008	Underwood 8	500,920.97	67,064.96	5,919.25	0 00	653.79	33,502.67	0 00
28050	Max 50	439,658.44	0 00	19,971.29	0 00	5,000.43	33,610.26	12,636.15
28051	Garnson 51	694,463.00	0 00	10,664.75	0 00	2,508.05	66,252.87	0 00
28062	Butte 62	227,089.81	0 00	3,299.55	0 00	0 00	0 00	0 00
28072	Turtle Lake-Mercer 72	537,162.82	0 00	172,098.01	0 00	500.00	47,004.49	179,131.23
28085	White Shield 85	72,057.05	0 00	0 00	0 00	16,331.28	13,504.69	0 00
29003	Hazen 3	1,049,296.12	186,519.20	79,130.42	0 00	27,714.93	57,932.69	2,052.40
29020	Golden Valley 20	371,433.85	0 00	5,368.57	0 00	1,525.27	16,021.16	0 00
29022	Stanton 22	34,611.67	0 00	11,359.76	0 00	3,131.35	25,141.45	0 00
29027	Beulah 27	2,324,120.16	0 00	4,436.97	7,754.19	17,123.10	52,773.40	0 00
30001	Mandan 1	1,233,695.67	0 00	147,724.69	77,112.52	162,567.29	195,207.13	613,855.61
30004	Little Heart 4	74,592.91	0 00	0 00	0 00	0 00	0 00	0 00
30007	New Salem 7	457,620.03	101,125.16	54,003.26	13,737.65	6,511.04	41,095.12	0 00
30008	Sims 8	21,535.87	0 00	0 00	0 00	3,941.89	348.33	0 00
30013	Hebron 13	652,220.69	3,662.03	51,761.81	0 00	52,555.05	35,936.14	14,185.61
30017	Sweet Briar 17	56,001.23	0 00	0 00	0 00	0 00	0 00	0 00
30039	Flasher 39	846,889.88	0 00	180,913.38	0 00	25,319.22	28,537.70	0 00
30048	Glen Ullin 48	951,468.41	149,480.00	106,371.15	0 00	6,920.42	60,838.05	32,378.99
31001	New Town 1	1,358,048.31	126,091.34	224,397.43	0 00	56,250.27	47,370.00	97,552.41
31002	Stanley 2	391,043.57	62,113.45	9,093.85	0 00	2,114.49	23,617.64	0 00
31003	Parshall 3	296,982.17	25,000.00	28,214.53	10,751.27	19,662.72	11,673.98	0 00
31137	Plaza 137	210,201.33	0 00	24,297.31	0 00	4,339.98	35,219.60	0 00
32001	Dakota Prairie 1	904,620.14	38,301.67	93,363.10	0 00	28,599.92	45,571.49	0 00
32066	Lakota 66	306,546.78	29,587.46	4,376.02	5,534.32	4,159.47	5,577.48	0 00
33018	Center 18	349,239.84	0 00	-112,639.97	0 00	4,962.49	41,182.45	0 00
34001	Pembina 1	581,894.75	149,319.48	144,355.46	140,991.37	6,353.79	22,567.94	0 00

34006	Cavaler 6	561,057.03	0.00	32,966.98	0.00	7,175.38	79,635.87	0.00
34012	Valley 12	138,213.73	0.00	20,719.54	0.00	6,742.34	13,035.40	0.00
34019	Drayton 19	383,851.77	0.00	6,007.01	217,803.03	8,255.26	32,933.05	0.00
34027	Walhalla 27	715,546.05	0.00	77,972.70	0.00	-7,790.32	3,594.10	0.00
34043	St Thomas 43	166,725.21	0.00	40,549.89	0.00	4,132.35	23,499.44	0.00
34055	Neche 55	224,895.60	203,841.54	14,176.36	0.00	3,002.19	9,144.62	0.00
35001	Wolford 1	253,699.46	0.00	38,415.11	0.00	2,536.96	13,750.06	0.00
35005	Rugby 5	1,075,326.89	0.00	73,606.13	0.00	9,973.54	91,331.11	0.00
36004	Devils Lake 1	1,671,337.48	241,752.16	271,663.57	149,313.93	80,547.92	311,904.84	0.00
36002	Edmore 2	348,920.32	0.00	8,378.84	0.00	5,775.52	14,475.59	0.00
36044	Starkweather 44	271,285.35	0.00	37,846.29	0.00	10,617.84	24,070.36	0.00
37002	Sheldon 2	295,993.79	0.00	-3,444.98	0.00	0.00	2,059.70	0.00
37006	Ft Ransom 6	83,452.38	0.00	0.00	0.00	0.00	0.00	0.00
37010	Salund 10	4,144.81	0.00	0.00	0.00	0.00	0.00	0.00
37019	Lisbon 19	98,126.81	290,992.13	15,013.77	62,005.66	26,207.85	55,338.79	71,609.50
37022	Enderlin 22	432,352.33	10,528.26	27,835.43	132,703.19	5,270.80	56,151.39	241,444.92
38002	Sherwood 2	96,416.88	41,907.94	1,929.44	0.00	9,358.06	15,712.42	0.00
38009	Mohall 9	417,556.49	0.00	25,076.08	0.00	9,335.59	49,546.79	0.00
38026	Glenburn 26	265,758.37	0.00	0.00	0.00	11,022.82	37,569.38	0.00
39005	Manitador 5	126,703.73	0.00	0.00	0.00	0.00	0.00	0.00
39008	Hankinson 8	401,496.22	45,747.60	151,825.21	0.00	131.81	45,869.50	0.00
39018	Fairmount 18	101,318.83	36,796.41	22,199.80	0.00	61.23	25,556.97	0.00
39028	Lidgerwood 28	447,320.88	0.00	65,424.60	0.00	13,855.86	27,976.57	0.00
39037	Wahpeton 37	1,123,548.03	955,381.36	250,981.23	441,324.35	36,738.60	122,514.78	0.00
39042	Wyndmere 42	450,084.92	0.00	59,160.69	0.00	11,225.87	34,731.55	0.00
39044	Richland 44	475,755.09	86,580.91	2,305,767.12	0.00	990.24	21,760.03	0.00
40001	Dunseith 1	1,993,049.17	81,212.65	4,601.83	0.00	-49,394.76	580.00	0.00
40003	St John 3	892,169.17	13,636.89	16,275.05	0.00	20,585.17	24,419.89	-78,747.10
40004	Mt Pleasant 4	131,954.81	70,164.23	48,383.49	44,101.54	1,127.28	13,766.45	0.00
40007	Beicourt 7	4,257,092.85	0.00	0.00	0.00	60,558.95	30,719.70	0.00
40029	Rolette 29	434,827.60	166,428.68	113,681.08	0.00	1,140.62	44,613.92	0.00
41002	Minor 2	300,287.99	0.00	40,202.83	0.00	22,134.19	28,368.59	0.00
41003	N Sargent 3	201,789.17	26,107.19	43,229.21	0.00	59.22	11,326.78	0.00
41006	Sargent Central 6	556,993.38	0.00	94,027.83	0.00	35,137.16	21,817.85	0.00
42016	Goodrich 16	131,365.39	186,894.60	19,548.32	0.00	1,411.42	9,542.64	0.00

42019	McClusky 19	448,764.91	0.00	56,394.47	0.00	6,530.62	7,315.44	0.00
43003	Solen 3	591,025.95	0.00	0.00	0.00	8,210.71	1,501.13	0.00
43004	Ft Yates 4	2,045,522.41	0.00	0.00	0.00	0.00	0.00	0.00
43008	Selfridge 8	405,104.87	0.00	34,825.67	0.00	2,563.60	14,561.53	0.00
44012	Marmarth 12	235,426.63	0.00	0.00	0.00	0.00	0.00	0.00
44014	Sheets 14	11,660.56	0.00	0.00	0.00	0.00	0.00	0.00
44032	Central Elem 32	126,466.93	0.00	0.00	0.00	0.00	0.00	0.00
45001	Dickinson 1	1,720,661.72	0.00	249,903.03	48,021.64	0.00	280,617.69	0.00
45003	Taylor 3	69,328.20	0.00	27,568.60	66.45	8,648.32	19,340.72	0.00
45004	Richardton 4	232,304.49	0.00	56,836.29	1,183.56	0.00	18,909.65	0.00
45009	S Heart 9	568,128.27	0.00	0.00	0.00	23,046.88	56,562.32	0.00
45013	Belfield 13	447,063.03	0.00	213,030.53	0.00	17.81	33,482.87	0.00
46010	Hope 10	329,364.84	0.00	112,460.84	0.00	8,329.97	25,440.13	0.00
46019	Finley-Sharon 19	538,352.60	0.00	44,167.21	0.00	90.98	40,212.42	0.00
47001	Jamestown 1	3,960,122.27	286,394.74	809,309.07	0.00	168,474.26	149,241.77	1,967,374.25
47003	Medina 3	403,469.34	0.00	5,651.35	0.00	4,015.97	23,393.50	0.00
47010	Pingree-Buchanan: id	419,100.39	0.00	58,311.52	0.00	9,359.76	14,841.39	2,811.07
47014	Montpelier 14	90,596.38	0.00	24,977.16	0.00	12,813.91	14,502.18	0.00
47019	Kensal 19	230,813.39	0.00	14,769.35	0.00	1,059.49	26,176.27	0.00
47026	Spiritwood 26	485,856.91	0.00	0.00	0.00	0.00	0.00	0.00
48002	Bisbee-Egeland 2	365,997.51	8,045.58	10,992.31	0.00	9,161.04	15,256.13	5,359.20
48008	Southern 8	426,508.96	0.00	78,259.49	0.00	17,708.49	74,625.47	277,494.03
48028	N Central 28	249,815.68	0.00	14,197.21	0.00	5,602.91	20,405.29	0.00
49003	Central Valley 3	652,217.75	0.00	52,591.46	0.00	2,239.72	0.00	0.00
49007	Halton 7	308,639.87	53,530.23	-18,431.21	7,026.26	3,052.06	39,396.53	0.00
49009	Hillsboro 9	776,526.52	81,151.03	65,192.85	0.00	5,147.66	27,589.64	764.84
49014	May-Port CG 14	831,746.69	0.00	330,766.92	0.00	0.00	131,156.11	0.00
50003	Grafton 3	13,157.05	57,702.04	46,392.54	7,324.88	63,634.20	15,055.44	0.00
50020	Minto 20	346,615.50	244,458.80	18,188.25	0.00	7,324.45	54,532.11	0.00
50039	Lankin 39	29,586.19	0.00	4,765.99	0.00	150.00	1,586.64	0.00
50051	Nash 51	90,688.64	0.00	0.00	0.00	0.00	0.00	0.00
50078	Park River 78	715,593.41	57.89	-79,081.33	56,189.04	831.13	72,460.24	0.00
50079	Fordville 79	85,679.68	46,330.96	98,948.68	62,893.60	55.72	11,031.35	0.00
50106	Edinburg 106	213,293.65	123,269.55	20,352.10	0.00	3,450.10	19,917.67	0.00
50128	Adams 128	297,154.13	30,721.31	4,090.36	0.00	1,017.07	15,217.29	0.00

51001	Minct 1	13,136,915.43	0.00	27,512.92	0.00	355,308.09	231,875.36	-70,887.90
51004	Nedrose 4	349,189.76	0.00	1,770.68	0.00	18,602.95	8,352.41	0.00
51007	United 7	394,579.07	54,125.88	44,329.88	164,236.33	21,042.99	62,495.13	0.00
51010	Bell 10	119,688.08	0.00	0.00	0.00	2,313.42	0.00	0.00
51016	Sawyer 16	512,436.84	100,000.00	20,357.13	0.00	34.01	29,565.43	0.00
51019	Eureka 19	60,857.96	0.00	0.00	0.00	0.00	0.00	0.00
51028	Kenmare 28	506,782.05	0.00	204,027.78	0.00	9,118.68	37,451.90	0.00
51041	Surrey 41	425,756.93	0.00	8,187.42	36,398.85	18,541.09	44,508.30	0.00
51054	Berthold 54	308,880.82	0.00	31,502.46	0.00	6,418.37	14,668.22	0.00
51070	S Prairie 70	177,452.89	0.00	0.00	0.00	9,481.01	3,143.37	0.00
51158	N Shore 158	441,878.92	0.00	47,656.35	0.00	1,959.80	14,161.92	0.00
51160	Minot AFB 160	303,753.68	0.00	1,237,591.40	0.00	0.00	0.00	0.00
52023	Bowdon 23	53,081.80	0.00	57,096.72	0.00	1,961.95	9,467.42	0.00
52035	Pleasant Valley 35	183,598.61	0.00	5,224.70	0.00	1,272.15	1,645.74	0.00
52038	Harvey 38	573,961.70	47,372.81	19,815.04	0.00	2,755.07	60,628.09	1,591.43
52039	Sykes 39	138,230.27	0.00	10,333.21	0.00	951.20	12,670.40	0.00
52040	Fessenden 40	239,071.15	0.00	19,109.66	0.00	2,117.13	42,853.43	0.00
53001	Williston 1	1,483,507.17	0.00	576,456.45	0.00	49,276.72	188,239.35	0.00
53002	Nesson 2	279,964.84	0.00	14,320.79	0.00	177.86	10,437.49	0.00
53006	Eight Mile 6	917,918.12	31,927.17	88,912.37	0.00	0.00	35,011.02	0.00
53008	New 8	783,582.47	0.00	116,833.42	0.00	0.00	0.00	0.00
53015	Tioga 15	712,284.62	68,641.95	397,136.08	0.00	21,446.32	61,115.06	0.00
53091	Wildrose-Alamo 91	315,299.60	0.00	8,074.46	0.00	3,976.57	911.23	0.00
53099	Grenora 99	333,380.86	435,466.04	50,624.32	0.00	14,143.93	25,234.79	0.00
Total		149,322,287.73	8,924,972.29	31,821,990.97	13,878,360.49	4,732,930.39	7,464,948.17	4,726,287.99



Department of Public Instruction

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Dr. Wayne G. Sanstead
State Superintendent

To: Senate Education Committee

From: Jerry Coleman, Assistant Director
School Finance and Organization

Date: 02/06/01

Re: HB 2430 Alternative

At the committee's request, I have prepared an alternative to the change in the foundation aid payment distribution schedule contemplated in HB 2430. I have also attached the methodology used to estimate the fiscal note for this bill.

The analysis makes the following assumptions:

- District's cash flow needs begin in September and continue evenly through out the next 10 months.
- State aid is \$250 million per year.
- State aid represents 50 percent of school district funding.

The alternative eliminates the July 15th payment entirely, but increases the state funding distributed to the districts for the months of September through January. The opportunity cost (lost interest) to the state is neutral compared to the current scenario.

I am available to answer questions you're committee may have. Contact me at (701) 328-4051 if you have any questions.

Fiscal Note 2430

This bill changes the timing of the distribution of state aid to school districts. The current method distributes \$250 million annually in state aid to school districts at roughly 10% each month July through April. This bill changes the distribution for the first four months to 15% and distributes the remaining aid over the last four months.

3. A. The change in the distribution results in an average additional demand on cash of \$20 million per month (ranging from 0 - \$50 M monthly impact) over the 10 month payment schedule. At the average interest rate of 3.98% earned on these funds by the state over this period, the opportunity cost each year would be approximately \$663,000 (3.98% x \$20 million average x 10/12).

Assuming the school districts collectively earn or avoid interest at the same rate, the fiscal impact is projected to reduce state interest revenue \$1.3 million and increase school district revenues by the same amount for each biennium.

Table 1: Calculation

Period	Current Schedule	Current Pmts	Cummulative	Proposed Schedule	Proposed Pmts	Cumulative	Addtl Outlay Month (millions)
July	10%	25,000,000	25,000,000	15%	37,500,000	37,500,000	(12,500,000)
Aug	10%	25,000,000	50,000,000	15%	37,500,000	75,000,000	(25,000,000)
Sep	10%	25,000,000	75,000,000	15%	37,500,000	112,500,000	(37,500,000)
Oct	10%	25,000,000	100,000,000	15%	37,500,000	150,000,000	(50,000,000)
Nov	10%	25,000,000	125,000,000	-	-	150,000,000	(25,000,000)
Dec	10%	25,000,000	150,000,000	8%	20,000,000	170,000,000	(20,000,000)
Jan	10%	25,000,000	175,000,000	8%	20,000,000	190,000,000	(15,000,000)
Feb	10%	25,000,000	200,000,000	8%	20,000,000	210,000,000	(10,000,000)
Mar	10%	25,000,000	225,000,000	8%	20,000,000	230,000,000	(5,000,000)
Apr	10%	25,000,000	250,000,000	8%	20,000,000	250,000,000	-
	100%	250,000,000		100%	250,000,000		
						Average monthly addtl outlay	(20,000,000.0)
						Rate	3.98%
						10/12 periods	0.833333333
						Annual opportunity cost	(663,333)

Addtl Outlay Month = The amount of money not in the State's control over the current distribution plan.

Table 2: Analysis

Period	Cash Flow Needs	Current Schedule	Revenue from State Funds 50%	Proposed Schedule	Revenue from State Funds 50%	Opportunity Cost
July		10%	5%	15%	8%	(4,458)
Aug		20%	10%	30%	15%	(82,917)
Sep	10%	30%	15%	45%	23%	(124,375)
Oct	20%	40%	20%	60%	30%	(165,933)
Nov	30%	50%	25%	60%	30%	(82,917)
Dec	40%	60%	30%	68%	34%	(66,333)
Jan	50%	70%	35%	76%	38%	(49,750)
Feb	60%	80%	40%	84%	42%	(33,167)
Mar	70%	90%	45%	92%	46%	(16,583)
Apr	80%	100%	50%	100%	50%	-
May	90%					Total Cost
June	100%					(663,333)

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Alternative - HB 2430

Table 1: Calculation

Period	Current Schedule	Current Pmts	Cummulative	Proposed Schedule	Proposed Pmts	Cumulative	Addtl Outlay Month (millions)
July	10%	25,000,000	25,000,000	0%	-	-	25,000,000
Aug	10%	25,000,000	50,000,000	10%	25,000,000	25,000,000	25,000,000
Sep	10%	25,000,000	75,000,000	10%	25,000,000	50,000,000	25,000,000
Oct	10%	25,000,000	100,000,000	20%	50,000,000	100,000,000	-
Nov	10%	25,000,000	125,000,000	20%	50,000,000	150,000,000	(25,000,000)
Dec	10%	25,000,000	150,000,000	8%	20,000,000	170,000,000	(20,000,000)
Jan	10%	25,000,000	175,000,000	8%	20,000,000	190,000,000	(15,000,000)
Feb	10%	25,000,000	200,000,000	8%	20,000,000	210,000,000	(10,000,000)
Mar	10%	25,000,000	225,000,000	8%	20,000,000	230,000,000	(5,000,000)
Apr	10%	25,000,000	250,000,000	8%	20,000,000	250,000,000	-
	100%	250,000,000		100%	250,000,000		
						Average monthly addtl outlay Rate	-
						10/12 periods	3.98%
						Annual opportunity cost	0.933333333

Addtl Outlay Month = The amount of money not in the State's control over the current distribution plan.

Table 2: Analysis

Period	Cash Flow Needs	Current Schedule	Revenue from State Funds 50%	Proposed Schedule	Revenue from State Funds 50%	Opportunity Cost
July		10%	5%	0%	0%	82,917
Aug		20%	10%	10%	5%	82,917
Sep	10%	30%	15%	20%	10%	82,917
Oct	20%	40%	20%	40%	20%	-
Nov	30%	50%	25%	60%	30%	(82,917)
Dec	40%	60%	30%	68%	34%	(66,333)
Jan	50%	70%	35%	76%	38%	(49,750)
Feb	60%	80%	40%	84%	42%	(33,167)
Mar	70%	90%	45%	92%	46%	(16,583)
Apr	80%	100%	50%	100%	50%	-
May	90%				Total Cost	(0)
June	100%					