

FISCAL NOTE

Requested by Legislative Council
02/19/2003

Amendment to: SB 2154

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.*

	2001-2003 Biennium		2003-2005 Biennium		2005-2007 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$538,233,990	\$0	\$538,233,990	\$0
Appropriations	\$0	\$0	(\$11,500,000)	\$0	\$538,233,990	\$0

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

2001-2003 Biennium			2003-2005 Biennium			2005-2007 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$538,233,990	\$0	\$0	\$538,233,990
					0			0

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

SIGNIFICANT AMENDMENTS IN REENGR SB 2154

-Changes the per student payments for the 2003-05 biennium provided for in the North Dakota Century Code Section 15.1-27-04 to \$2,497 for 2003-04 and \$2,619 for 2004-05 to coordinate with the school aid funding provided in Senate Bill No. 2013 and the mill deduct change in Senate Bill No. 2182.

-Increases the minimum salary for each full-time teacher under contract for a nine-month period to a base salary of \$21,000 for the first year and \$22,500 for the second year.

-Provides for an appropriation of \$2,000,000 for the purpose of providing reorganization bonuses under 15.1-12-11.1 and joint powers agreement incentives.

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.*

Expenditures under this bill are projected at \$538,233,990, which includes state school aid, teacher compensation, revenue supplement, reorganization bonuses/joint powers incentives, and hold-harmless line items in the SB 2013 DPI appropriation bill.

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.

PAYMENT FACTORS: 2003-04 - 2004-05

Per student payments (to be amended): 2,497 - 2,619
Projected weighted pupil units: 107,978 - 105,952
Taxable valuation increase: N/A - 3.6%
Mill deduct (SB 2182): 36 - 38
Weighting factor adjustment percentage: 85% - 100%
Percentage of appropriation paid each year: 49.67% - 50.33%
Teachers licensed over one year (8,559 fte): 3,000 - 3,000
First year licensed teachers (250 fte): 1,000 - 1,000

EXECUTIVE BUDGET - SENATE - CHANGES

Per Student and transportation: 478,056,990 - 479,379,990 - 1,323,000
Teacher compensation: 66,277,000 - 51,854,000 - (14,423,000)
Revenue supplemental payments: 3,200,000 - 5,000,000 - 1,800,000
Reorganization bonuses/joint powers: 1,000,000-2,000,000-1,000,000
Hold-harmless: 1,200,000 - 0 - (1,200,000)
TOTAL Effected: 549,733,990 - 538,233,990 - (11,500,000)

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