

FISCAL NOTE

Requested by Legislative Council
02/21/2011

REVISION

Amendment to: Reengrossed
SB 2150

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.*

	2009-2011 Biennium		2011-2013 Biennium		2013-2015 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$83,955,599	\$15,338,000	\$83,955,599	\$15,338,000
Appropriations	\$0	\$0	\$83,955,599	\$15,338,000	\$83,955,599	\$15,338,000

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

2009-2011 Biennium			2011-2013 Biennium			2013-2015 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$99,293,599	\$0	\$0	\$99,293,599

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

SB 2150 is the K-12 funding and policy plan incorporating the recommendations from the ND Commission on Education Improvement.

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.*

SB 2150 contains the policy language for distributing the Grants - State school aid line item in SB 2013 DPI appropriations bill. The total increase is made up of \$94.3 million (identified below) plus \$85.6 million from Grants - Supplemental one-time and \$16.8 million Grants - Supplemental operations line item transfers.

State school aid line item: \$94.3 (in millions):

54.3 to continue the existing formula.

-2.4 for formula revisions.

2.5 to increase the formula weighting factor for Special Education.

39.5 to increase the per student payment rate.

.4 for regional education grants.

SB 2150 also contains the language for distributing the Grants - Transportation line items. The transportation line item contains \$5.0 million to increase reimbursement rates.

Section 5 changes the compulsory attendance age to 6 to 16 for 2011-2013 and to age 6 to 17 beginning July 1, 2015. This note does not include an estimate of the cost of adding additional students for the state aid payment.

Section 15 provides a continuing appropriation from the lands and minerals trust fund for the ND Academic and Career and Technical Education Scholarship. During the first year of the program (2010-11) one cohort of freshman was added at an estimated cost of \$2 million dollars. Each year adds a new cohort of freshman until the program becomes fully enrolled at 8 cohorts in 2013-2015. Five cohorts will be funded in 2011-13 at a cost of \$10 million. The scholarships were included in the Executive Recommendation and are not included in the numbers reported in section 1 above.

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 funding for this bill is in the following line items in SB 2013.

SB 2013 State school aid: 78,955,599 General Fund

15,338,000 (State Tuition Fund)

SB 2013 Transportation 5,000,000

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