

FISCAL NOTE
Requested by Legislative Council
02/24/2015

Amendment to: HB 1205

- 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.*

| | 2013-2015 Biennium | | 2015-2017 Biennium | | 2017-2019 Biennium | |
|-----------------------|--------------------|-------------|--------------------|-------------|--------------------|-------------|
| | General Fund | Other Funds | General Fund | Other Funds | General Fund | Other Funds |
| Revenues | | | | \$(930,000) | | \$(960,000) |
| Expenditures | | | | | | |
| Appropriations | | | | | \$400,000 | |

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

| | 2013-2015 Biennium | 2015-2017 Biennium | 2017-2019 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).*

Requires partial tuition waiver to ND veteran's "dependents" (i.e. child, stepchild, spouse, widow, or widower) with a 50-90% disability rating, with waiver amount tied to disability rating. Amended #15.0655.01001 changes eligible pool from 50-90% to 75-90% disabled.

- 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.*

Sections 1 and 2 would result in additional veteran's dependents waivers, as waivers are expanded beyond the current mandatory waiver for 100% disabled, to also include a partial waiver for those with disability rating of between 50-90%.

Amended #15.0655.01001 changes eligible pool from 50-90% to 75-90% disabled.

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.*

Additional tuition waivers ranging from 50-90% would result in an estimated revenue reduction of about \$2.3 M in 15-17 and \$2.4 M in 17-19 biennium, for an estimated 270 students per year, some of which may be current students and some new students.

Amended version #15.0655.01001 provides waivers based on 75-90% disability rating for an estimated loss of current or new forgone tuition revenue of \$930,000 in 15-17 and \$960,000 in 17-19 for about 80 students per year. (NOTE: Used disability rating of 80-90% (disability ratings are in even increments of 10).

- 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

Higher ed funding formula would generate about another \$1.0 M/yr or \$2.0 M/biennium for approximately 270 students per year and related credit hour production, starting in 2017-19, due to credit hour lag.
Amended #15.0655.01001 would generate about another \$400,000/biennium in state funding through the higher ed funding formula based on increased credit hours for approximately 80 students per year.

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