

FISCAL NOTE
Requested by Legislative Council
02/18/2015

Amendment to: HB 1218

- 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						
Expenditures						
Appropriations						

- 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).*

House Bill 1218 relates to school district ending fund balances.

- 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.*

Section 2 amends the offset provisions to state aid payments by an amount the general fund ending balance exceeds actual expenditures. It removes the language specifically including money's from the district's miscellaneous fund in the calculation.

Effective for school years 2014-15 and 2015-16 the amount is 40% of current expenditures plus \$20,000.

Effective for school years 2015-16 and 2016-17 the amount is 35% of current expenditures plus \$20,000.

Effective for school years 2017-18 and after the amount is 15% of current expenditures or \$400,000, whichever is greater.

Districts have until the end of school year 2017-18 to adjust their budget to avoid a reduction in state aid. This can be accomplished through increasing expenditures or lowering revenues.

As school districts individually control their budgets, no fiscal impact can be determined.

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

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