

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1705-03  
Bill No.: HCS for HB 698  
Subject: Education, Elementary and Secondary: Elementary and Secondary Education  
Department  
Type: Original  
Date: March 5, 2007

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Bill Summary: Reconfigures state school aid for a certain school district to correct an error made by the school district.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
General Revenue	(\$2,509,384)	(\$2,509,384)	(\$2,509,384)
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>(\$2,509,384)</b>	<b>(\$2,509,384)</b>	<b>(\$2,509,384)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
State School Moneys Fund*	\$0	\$0	\$0
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

\*Offsetting Transfers In and Out

Numbers within parentheses: ( ) indicate costs or losses. This fiscal note contains 4 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Local Government</b>	<b>\$2,509,384</b>	<b>\$2,509,384</b>	<b>\$2,509,384</b>

## FISCAL ANALYSIS

### ASSUMPTION

<u>FISCAL IMPACT - State Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
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### **GENERAL REVENUE**

<u>Cost</u> - DES - Increased state aid	<u>(\$2,509,384)</u>	<u>(\$2,509,384)</u>	<u>(\$2,509,384)</u>
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<b>ESTIMATED NET EFFECT ON GENERAL REVENUE</b>	<b><u>(\$2,509,384)</u></b>	<b><u>(\$2,509,384)</u></b>	<b><u>(\$2,509,384)</u></b>
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### **STATE SCHOOL MONEYS FUND**

<u>Transfer In</u> - General Revenue - Increased state aid	\$2,509,384	\$2,509,384	\$2,509,384
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<u>Transfer Out</u> - Distribution to a certain school district	<u>\$2,509,384</u>	<u>(\$2,509,384)</u>	<u>(\$2,509,384)</u>
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<b>ESTIMATED NET EFFECT ON STATE SCHOOL MONEYS FUND</b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>
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<u>FISCAL IMPACT - Local Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
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### **POLITICAL SUBDIVISIONS**

<u>Income</u> - Increased state aid for a certain school district	<u>\$2,509,384</u>	<u>\$2,509,384</u>	<u>\$2,509,384</u>
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<b>ESTIMATED NET EFFECT ON POLITICAL SUBDIVISIONS</b>	<b><u>\$2,509,384</u></b>	<b><u>\$2,509,384</u></b>	<b><u>\$2,509,384</u></b>
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### FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

### FISCAL DESCRIPTION

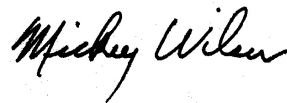
This proposal requires the Department of Elementary and Secondary Education to recalculate the state school aid for a certain school district to correct an error.

This proposal has an emergency clause.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

### SOURCES OF INFORMATION

Department of Elementary and Secondary Education

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA  
Director  
March 5, 2007