

# FISCAL NOTE

**Bill #:** SB0024

**Title:** Revise basic entitlement for school funding

**Primary Sponsor:** John C Bohlinger

**Status:** As Introduced

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Sponsor signature Date

\_\_\_\_\_  
Chuck Swysgood, Budget Director Date

## Fiscal Summary

	<b><u>FY2002</u></b> <b><u>Difference</u></b>	<b><u>FY2003</u></b> <b><u>Difference</u></b>
<b>Expenditures:</b>		
General Fund	\$869,169	\$901,968
<b>Net Impact on General Fund Balance:</b>	(\$869,169)	(\$901,968)

<b><u>Yes</u></b>	<b><u>No</u></b>		<b><u>Yes</u></b>	<b><u>No</u></b>	
X		Significant Local Gov. Impact	X		Technical Concerns
	X	Included in the Executive Budget	X		Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached	X		Family Impact Form Attached

## Fiscal Analysis

### ASSUMPTIONS:

1. The basic entitlement for a high school is \$206,000. Currently one high school basic entitlement is allowed per high school or K-12 district. SB0024 allows one high school basic entitlement for each high school.
2. There are five high school districts with multiple high schools: Billings (3); Columbia Falls (2); Great Falls (2); Helena (2); and Missoula (4). The Seeley Swan HS in the Missoula HS district is already a separate budget unit because it is greater than 20 miles from Missoula.
3. The Kalispell 9<sup>th</sup> grade is not treated as a separate high school.

Fiscal Note Request, SB0024, As Introduced

Page 2

(continued)

FISCAL IMPACT:

	<u>FY2002 Difference</u>	<u>FY2003 Difference</u>
Transfers		
Direct State Aid	\$644,574	\$644,574
GTB	224,595	257,394
 TOTAL	 \$869,169	 \$901,968

Funding:

General Fund (01)	\$869,169	\$901,968
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Net Impact to Fund Balance (Revenue minus Expenditure):

General Fund (01)	(\$869,169)	(\$901,968)
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EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:

Statewide high school general fund budget authority will increase by \$1,442,000 each year for a total of \$2,884,000 during the biennium. Local property taxes could increase by \$572,831 (1,442,000-869,169) in FY2002 and \$540,032 (1,442,000-901,968) in FY 2003.