FISCAL NOTE

Bill #: SB0333 **Title:** Revise laws relating to school retirement costs from certain federal funds

Primary Sponsor: Smith, F **Status:** As Introduced - Revised

Sponsor signature Date David Ewer, Budget Director Date

Fiscal Summary

	FY 2006 Difference	FY 2007 Difference
Expenditures:		
General Fund	$0	$0
Revenue:		
General Fund	$0	$0
Net Impact on General Fund Balance:	$0	$0

- ☐ Significant Local Gov. Impact
- ☐ Included in the Executive Budget
- ☐ Dedicated Revenue Form Attached
- ☒ Technical Concerns
- ☐ Significant Long-Term Impacts
- ☐ Needs to be included in HB 2

Fiscal Analysis

ASSUMPTIONS:

Office of Public Instruction (OPI)

1. In February 2005, the US District Court permanently enjoined the State from complying with Section 20-9-501, MCA (2004) as applied to school district employees paid with federal Impact Aid. The ruling also requires the State to reimburse, retroactive to July 1, 2004, Montana school districts for the retirement, social security and unemployment insurance costs of these employees in the same manner as if they were paid from state or local funding sources.
2. The court ruling makes SB 333 current law.

TECHNICAL NOTES:

1. SB 333 needs to be approved to bring Montana statute into compliance with the federal court ruling.