

### Fiscal Estimate - 2013 Session

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> <b>13-0831/3</b>	<b>Introduction Number</b> <b>AB-0431</b>
<b>Description</b> Awarding grants to certain rural school districts, granting rule-making authority, and making an appropriation	
<b>Fiscal Effect</b>	
<b>State:</b>	
<input type="checkbox"/> No State Fiscal Effect <input checked="" type="checkbox"/> Indeterminate	
<input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input checked="" type="checkbox"/> Create New Appropriations	<input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues <input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs
<b>Local:</b>	
<input type="checkbox"/> No Local Government Costs <input checked="" type="checkbox"/> Indeterminate	
1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input checked="" type="checkbox"/> Increase Revenue <input checked="" type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory
5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input checked="" type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts	
<b>Fund Sources Affected</b>	
<input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.255 (2) (ag)	
<b>Affected Ch. 20 Appropriations</b>	
<b>Agency/Prepared By</b>	<b>Authorized Signature</b>
DPI/ Donald Smith (608) 267-2003	Michael Bormett (608) 266-2804
<b>Date</b>	
10/8/2013	

## Fiscal Estimate Narratives

DPI 10/8/2013

LRB Number	<b>13-0831/3</b>	Introduction Number	<b>AB-0431</b>	Estimate Type	<b>Original</b>
<b>Description</b> Awarding grants to certain rural school districts, granting rule-making authority, and making an appropriation					

### Assumptions Used in Arriving at Fiscal Estimate

This bill appropriates money to the Department of Public Instruction (DPI) for the purpose of awarding grants to certain rural school districts. Under the bill, a school district is eligible for a grant if a public school in the school district that operates any grades from kindergarten to six (and no other grades) is located at least five miles from a public high school in the district or in an unincorporated area of the school district and the enrollment of the school district divided by its area in square miles is less than 20. The grant is equal to \$50,000 plus an amount equal to the number of pupils enrolled in that K-6 school multiplied by \$1,000.

A school district receiving a grant under the bill must use it to ensure that the K-6 school continues to operate, to implement an innovative instructional program in the school, or to transform the school into a magnet school.

#### State Fiscal Estimate:

This bill creates a new biennial, GPR appropriation funded at \$50,000,000.

This bill requires the department to promulgate rules to implement and administer the grant program. The cost to promulgate rules for this section is indeterminate and is expected to be absorbed within the department's existing budget.

#### Local Fiscal Estimate:

Each district with eligible schools under the bill is eligible for a \$50,000 grant plus an amount equal to the number of pupils enrolled in that K-6 school multiplied by \$1,000.

Based on 2012-13 data there are 301 school districts that meet the enrollment per square mile criteria in this bill with a total enrollment of 279,184 pupils. However, it is unknown how many K-6 schools in these districts meet the criteria of being at least five miles from a public high school in the school district or in an unincorporated area of the school district. Therefore the amount of grants that would be awarded and overall fiscal impact to local school districts is indeterminate.

### Long-Range Fiscal Implications

This bill creates a new biennial, GPR appropriation funded at \$50,000,000. The long-range fiscal impact is \$50,000,000 in each biennium.