

Fiscal Estimate Narratives

DPI 5/8/2003

LRB Number	03-0399/1	Introduction Number	AB-302	Estimate Type	Original
Subject					
Grant program for foreign languages					

Assumptions Used in Arriving at Fiscal Estimate

This bill permits a school board to apply to the Department of Public Instruction for grants totaling up to \$25,000 each to develop and implement a plan to provide instruction in a foreign language that currently is not offered by the school district. A maximum \$10,000 grant is available for plan development, and a maximum \$15,000 grant is available to implement development plans approved by the Department. It is assumed that enough grant applications would be submitted and approved so the entire \$75,000 GPR FY 2004-05 appropriation would be used. It is further assumed that administrative costs, including the promulgation of the administrative rules required by this bill, could be absorbed by the Department.

State Fiscal Effect:

The bill would provide for a new \$75,000 categorical aid to certain eligible school districts. The state would be required to reduce general school aids by \$25,000 ($1/3 \times \$75,000$) in order to maintain two-thirds funding.

Local Fiscal Effect:

School districts would receive a total of \$75,000 in grants to provide foreign language instruction statewide. The decrease in general school aids would permit school districts to increase local school property taxes by \$25,000 statewide.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2003 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Subject			
Grant program for foreign languages			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes		\$	
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance	75,000		-25,000
Aids to Individuals or Organizations			
TOTAL State Costs by Category	\$75,000		\$-25,000
B. State Costs by Source of Funds			
GPR	75,000		-25,000
FED			
PRO/PRS			
SEG/SEG-S			
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
	Increased Rev		Decreased Rev
GPR Taxes	\$		\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
TOTAL State Revenues	\$		\$
NET ANNUALIZED FISCAL IMPACT			
	<u>State</u>		<u>Local</u>
NET CHANGE IN COSTS	\$50,000		\$Indeterminate
NET CHANGE IN REVENUE	\$		\$Indeterminate
Agency/Prepared By		Authorized Signature	
DPI/ Michael TeRonde (608) 266-5186		Michael Bormett (608) 266-2804	
		Date	
		5/7/2003	