

Fiscal Estimate Narratives

DPI 3/26/2004

LRB Number	03-0865/1	Introduction Number	AB-889	Estimate Type	Original
Subject					
Revenue limit adjustment for school security measures					

Assumptions Used in Arriving at Fiscal Estimate

This bill increases a school district's revenue limit in any school year by the amount spent by the school district in that school year for safety measures designed to protect pupils and staff and for security measures designed to prevent criminal activity in schools, but not more than an amount equal to \$100 multiplied by the number of pupils enrolled.

State Fiscal Effect:

This bill would increase school district revenue limits only; it would not increase state school aids to districts. Thus there is no effect on state school aid appropriations. The bill would result in additional calculations for school district revenue limits and, thus, increased workload for staff on the department's school financial services team. It is assumed that these increases could be absorbed within the agency's operating budget.

Local Fiscal Effect:

Local school districts could realize an increase in revenues as a result of this bill. Because the department does not collect data on the amount that local school districts annually spend on security measures designed to prevent criminal activity, the local fiscal effect of this bill is indeterminate. If all school districts in the state were to raise their revenue limit by \$100 per pupil for security purposes as provided under this bill, local school property taxes could have increased by a maximum of \$87 million in 2003-04 (870,000 pupils x \$100), on a statewide basis.

Long-Range Fiscal Implications