

### Fiscal Estimate - 2005 Session

Original       Updated       Corrected       Supplemental

<b>LRB Number</b> 05-1234/1		<b>Introduction Number</b> AB-244	
<b>Subject</b> Increasing the revenue of a school district that receives no equalization aid			
<b>Fiscal Effect</b>			
<b>State:</b>			
<input checked="" type="checkbox"/> No State Fiscal Effect			
<input type="checkbox"/> Indeterminate			
<input type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Increase Existing Revenues	
<input type="checkbox"/> Decrease Existing Appropriations		<input type="checkbox"/> Decrease Existing Revenues	
<input type="checkbox"/> Create New Appropriations		<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input 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		3. <input checked="" type="checkbox"/> Increase Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input checked="" type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
2. <input type="checkbox"/> Decrease Costs		4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
<b>5. Types of Local Government Units Affected</b>			
<input type="checkbox"/> Towns		<input type="checkbox"/> Village	
<input type="checkbox"/> Counties		<input type="checkbox"/> Others	
<input checked="" type="checkbox"/> School Districts		<input type="checkbox"/> WTCS Districts	
<b>Fund Sources Affected</b>		<b>Affected Ch. 20 Appropriations</b>	
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS			
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	
DPI/ Michael Bormett (608) 266-2804		Michael Bormett (608) 266-2804	
		<b>Date</b>	
		4/12/2005	

## Fiscal Estimate Narratives

DPI 4/12/2005

LRB Number <b>05-1234/1</b>	Introduction Number <b>AB-244</b>	Estimate Type <b>Original</b>
<b>Subject</b> Increasing the revenue of a school district that receives no equalization aid		

### Assumptions Used in Arriving at Fiscal Estimate

This bill provides that, if the majority of eligible electors who are present at the annual meeting of a common or union high school district that receives no equalization aid under s. 121.08 votes to increase the school district's revenue limit, the limit is increased by an amount equal to the full value of the taxable property in the school district multiplied by one of the following: 1) if the school district operates only high school grades (9-12), one-third of a mill; 2) if the school district operates only elementary grades (K-8), two-thirds of a mill; and 3) if the school district operates grades kindergarten to 12, one mill.

#### State Fiscal Effect:

This bill would have no direct fiscal effect on the state's general fund nor on the department.

#### Local Fiscal Effect:

In 2004-05, there were 5 school districts that were not eligible to receive general equalization aid under s. 121.08: Two K-8 districts (Boulder Junction, Linn J6) and three K-12 districts (Gibraltar, Phelps and Washington). These districts did receive special adjustment, or hold-harmless, state aid, but not general equalization aid.

Whether any or all of the 5 districts would take advantage of the additional revenue limit authority under the bill is indeterminate, thus the local fiscal effect is also indeterminate. However, the attached table shows the amount of additional revenue limit authority and relative percentage increases in revenue limit authority and property tax levies that could have been generated in each of the 5 districts had this bill been in effect in 2004-05.

### Long-Range Fiscal Implications

**AB 244 – Estimated Impact of Additional Revenue Limit Authority  
If Bill Had Been In Effect in 2004-05**

District	2004-05 District Valuation	Total Allowable Additional Revenue Under Bill	% Increase in Revenue Limit Over 2003-04	2004-05 Property Tax Levy	% Allowable Tax Levy Increase	2004-05 Pupils (3- year avg.)	Additional Revenue Per Pupil
Boulder Jct	\$1,468,508,300	\$ 979,500	38.4%	\$2,870,900	34.1%	192	\$5,102
Gibraltar	\$2,868,758,000	\$2,868,800	45.9%	\$7,701,600	37.2%	625	\$4,591
Linn J6	\$ 470,646,000	\$ 313,900	25.7%	\$1,448,800	21.7%	106	\$2,961
Phelps	\$ 331,158,400	\$ 331,200	20.6%	\$2,619,800	12.6%	154	\$2,151
Washington	\$ 263,118,000	\$ 263,100	26.8%	\$1,127,300	23.3%	101	\$2,605