

Fiscal Estimate Narratives

DOA 2/7/2014

LRB Number	13-2673/2	Introduction Number	AB-0650	Estimate Type	Original
Description Counting low-income pupils for state school aid purposes; calculating the amount to be appropriated for state general school aid; school aid factors; special adjustment aids; hold harmless aid; per pupil aid; school district revenue limits; the first dollar and school levy property tax credits; and making an appropriation					

Assumptions Used in Arriving at Fiscal Estimate

2013 AB 650 makes several changes to the provision of state aid to Wisconsin public schools. For example, the bill provides that if a school district would receive less in general aid than 90 percent of that received in the previous school year, its aid would be increased to 90 percent of that received in the previous school. This current percentage is 85.

Currently, the Department of Administration (Department) is involved in certifications related to school aids (e.g., a certification of an amount related to payments made to each Children with Disabilities Education Board Program is made to the Department). Previously, the Department certified, along with the Department of Public Instruction (DPI) and the Legislative Fiscal Bureau (LFB), an estimate of the amount necessary to ensure that the sum of state school aids and the school levy tax credit equaled two-thirds of partial school revenues. 2013 AB 650 would require the Department, and DPI and the LFB, to jointly certify to the Joint Committee on Finance an estimate of the amount necessary to appropriate under s. 20.255 (2) (ac) in the following school year to ensure that state school aids equal certain percentages (63 percent for the 2014-15 school year; 64.2 percent for the 2015-16 school year; 65.4 percent for the 2016-17 school year; and two-thirds for school years subsequent to the 2016-17 school year) of partial school revenues.

The Department estimates that the certification that would now be required by 2013 AB 650 would result in additional workload and costs of \$7,500, and that the workload and costs would be provided for with current resources. The provisions of 2013 AB 650 would increase the amount of school aid provided to school districts. The amount of the increase resulting from the bill's provisions is not determinable at this time by the Department.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2013 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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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		
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$	\$
B. State Costs by Source of Funds		
GPR		
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	\$	\$
NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By		
Authorized Signature		Date
DOA/ Debra G. Miller (608) 266-5877		2/7/2014
Colleen Holtan (608) 266-1359		