

Fiscal Estimate — 2001 Session

- Original Updated
 Corrected Supplemental

LRB Number - 0843/1	Amendment Number if Applicable
Bill Number Assembly Bill 77	Administrative Rule Number

Subject

Increasing a school district's revenue limit for debt service incurred to comply with certain orders and for special assessments for public improvements.

Fiscal Effect

State: No State Fiscal Effect

Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.

- Increase Existing Appropriation Increase Existing Revenues
 Decrease Existing Appropriation Decrease Existing Revenues
 Create New Appropriation

- Increase Costs — May be possible to absorb within agency's budget.
 Yes No
 Decrease Costs

Local: No Local Government Costs

1. Increase Costs
 Permissive Mandatory
2. Decrease Costs
 Permissive Mandatory
3. Increase Revenues
 Permissive Mandatory
4. Decrease Revenues
 Permissive Mandatory

5. Types of Local Governmental Units Affected:
 Towns Villages Cities
 Counties Others
 School Districts WTCS Districts

Fund Sources Affected

- GPR FED PRO PRS SEG SEG-S

Affected Chapter 20 Appropriations
 s. 20.255 (2) (ac)

Assumptions Used in Arriving at Fiscal Estimate

Current law generally limits the increase in the total amount of revenue that a school district may receive. If a school district entered into debt to offset additional costs due to certain orders or special assessments, this debt would be included under a district's revenue limit; thus, a district would be required to reallocate funding from another source to offset these additional costs. This bill would increase a school district's revenue limit for these purposes.

Local Fiscal Effect:

A school district would be able to increase its local property tax levy by the annual amount of issuance costs, redemption premiums, or debt service on general obligation debt issued or reissued to fund or refund that debt for the purposes of offsetting additional costs due to certain orders or special assessments. The annual debt service costs would be included in a school district's shared costs; therefore, the district would be eligible for general school aid on those costs in the subsequent school year (school aids are based on prior year costs).

State Fiscal Effect:

The amount needed to fund the state's commitment to fund two-thirds of partial school revenues would increase by two-thirds of the total amount of additional revenue limit authority provided to school districts statewide to comply with certain orders and special assessments. The specific state fiscal effect is indeterminable because of the unpredictability of future orders and special assessments.

Long-Range Fiscal Implications

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