

Fiscal Estimate - 2003 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 03-4230/1	Introduction Number AB-836
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Subject
 Milwaukee Parental Choice Program; fiscal info and background checks

Fiscal Effect

State:

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Increase Existing Revenues	<input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Indeterminate	<input type="checkbox"/> Decrease Existing Revenues	
<input type="checkbox"/> Increase Existing Appropriations	<input type="checkbox"/> Create New Appropriations	
<input type="checkbox"/> Decrease Existing Appropriations		

Local:

<input checked="" type="checkbox"/> No Local Government Costs	5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
<input type="checkbox"/> Indeterminate	
1. <input type="checkbox"/> Increase Costs	
2. <input type="checkbox"/> Decrease Costs	

3. <input type="checkbox"/> Increase Revenue	4. <input type="checkbox"/> Decrease Revenue
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory

Fund Sources Affected	Affected Ch. 20 Appropriations
<input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.255 (1) (a)	

Agency/Prepared By DPI/ Michael TeRonde (608) 266-5186	Authorized Signature Michael Bormett (608) 266-2804	Date 2/19/2004
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Fiscal Estimate Narratives

DPI 2/19/2004

LRB Number	03-4230/1	Introduction Number	AB-836	Estimate Type	Original
Subject					
Milwaukee Parental Choice Program; fiscal info and background checks					

Assumptions Used in Arriving at Fiscal Estimate

2003 AB 836 requires a private school participating in the Milwaukee Parental Choice Program (MPCP) annually to conduct a criminal background check on each new employee. It also requires the private school to conduct a background check on all existing employees within 120 days after the bill's effective date. With certain exceptions, the bill prohibits a private school that is participating in the MPCP from employing a person who has been convicted of any of the felonies specified in the bill for six years following conviction. The bill also permits the private school to employ, or to terminate the employment, any person convicted of a felony or misdemeanor. The bill requires a private school to submit to the Department of Public Instruction (DPI), before the school begins participating in MPCP, a copy of the school's certificate of occupancy issued by the city of Milwaukee, evidence of financial viability, and proof that the administrator of the school participated in a fiscal management training program approved by DPI. Annually, a private school participating in the MPCP must submit to DPI evidence of sound fiscal practices. The bill authorizes DPI to issue an order banning a private school from participating in the MPCP in the succeeding school year if DPI determines that the private school misrepresented information provided to DPI, failed to provide information to DPI by the date or within the period required, failed to refund overpayments to the state by the date required, or failed to meet at least one of the currently required academic or other standards by the required date. The bill authorizes DPI to issue an order immediately terminating a private school's participation in the MPCP if DPI determines that conditions at the private school present an imminent danger to the health or safety of pupils. AB 836 authorizes DPI to withhold payment from a private school participating in the MPCP if the private school violates any law or administrative rule governing the MPCP.

In order to fully review MPCP school compliance and to implement the functions assigned to the department by the bill, one additional full time equivalent school finance auditor would need to be authorized and hired. The cost of doing so would be \$100,900 GPR annually (\$71,800 annual salary plus fringe and supplies and services).

The local-related requirements imposed by the bill are placed on private schools. There is no additional cost for local governments.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2003 Session

Detailed Estimate of Annual Fiscal Effect

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Subject			
Milwaukee Parental Choice Program; fiscal info and background checks			
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		\$98,400	
(FTE Position Changes)		(1.0 FTE)	
State Operations - Other Costs		2,500	
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category		\$100,900	\$
B. State Costs by Source of Funds			
GPR		100,900	
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			
		State	Local
NET CHANGE IN COSTS		\$100,900	\$
NET CHANGE IN REVENUE		\$	\$
Agency/Prepared By		Authorized Signature	Date
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