

FISCAL NOTE

	FY 2020	FY 2021	FY 2022
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase			
AD VALOREM TAX (K-12 local resource)	\$0	\$33,576,000	\$68,494,800
	FY 2020	FY 2021	FY 2022
NON-ADMINISTRATIVE IMPACT			
Anticipated Expenditure (decrease)			
SCHOOL FOUNDATION FUND	\$0	(\$33,576,000)	(\$68,494,800)

Source of revenue increase:

Assessment of 3 additional mills in tax year 2020 (FY 2021), 6 additional mills in tax year 2021 (FY 2022) and 9 additional mills in tax year 2022 (FY 2023) and each year thereafter on "industrial property" and "all other property" (commercial, residential and agricultural) for K-12 school purposes;

Source of expenditure (decrease):

The School Foundation Program (SFP) will experience both an entitlement expenditure decrease and a recapture revenue increase from revenue increases in K-12 local resource to school districts. This impact is shown as an expenditure decrease to the SFP.

Assumptions:

The above estimate is based on the assessed value projections of "industrial" property and "all other property" presented in Table 9 of the October 2018 CREG forecast. The October 2018 CREG forecast projects the assessed value of these property classes to increase at a rate of 2% per year.

The revenue increases from the assessment of the 3 additional mills in tax year 2020 (FY 2021) and the 6 additional mills in tax year 2021 (FY 2022) are presented in the table above. The revenue increase in FY 2023 from the assessment of the 9 additional mills in tax year 2022 is estimated at \$104,797,000.

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