

FISCAL NOTE

This bill contains an appropriation of \$4,000,000 from the SCHOOL FOUNDATION PROGRAM ACCOUNT to the Department of Education.

DETAIL OF APPROPRIATION

Agency #: 205 Agency Name: Department of Education
 Unit: 4101 - Foundation Basic

EXPENDITURE BY SERIES AND YEAR	FY 2019	FY 2020	FY 2021
0600 Grant & Aid Payments	\$0	\$3,300,000	\$0
Total Expenditure Per Year:	\$0	\$3,300,000	\$0
Grand Total Expenditure:	\$3,300,000		
Total Appropriated to Agency:	\$4,000,000		
Total Appropriated by Fund:			
SCHOOL FOUNDATION FUND	\$4,000,000		

For FY 2020, of the \$4,000,000 appropriation, an estimated \$3,300,000 would be expended for entitlement payments.

	FY 2020	FY 2021	FY 2022
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue (decrease)			
SCHOOL FOUNDATION PROGRAM ACCOUNT	(\$700,000)	(\$600,000)	(\$600,000)
	FY 2020	FY 2021	FY 2022
NON-ADMINISTRATIVE IMPACT			
Anticipated Expenditure increase			
SCHOOL FOUNDATION FUND	\$3,300,000	\$3,500,000	\$3,600,000

Source of revenue (decrease) and expenditure increase:

The source of the School Foundation Program Account (SFP) revenue decrease and expenditure increase comes from the decrease in school district recapture revenue and the increase in school district entitlement payments due to estimated increases in the school foundation program guarantee amount through amendments to the education resource block grant funding model (funding model). The total estimated funding model impact of this bill is an increase of funding to school district of \$4,000,000 for FY 2020, \$4,100,000 for FY 2021 and \$4,200,000 for FY 2022.

Assumptions:

The above estimates were determined using forecast funding models utilized by LSO, based on the most recent available data. The estimates consider the modification to the funding model by this bill to provide two additional teachers for school districts with 750 or fewer average daily membership (ADM) and one additional teacher for school districts with ADM greater than 750 and less than or equal to 1,500. For each fiscal year, it is estimated an additional 51 teachers would be provided to school districts meeting the requirements under this bill.

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