

Department of Planning and Budget
2002 Fiscal Impact Statement – Enrolled Bill

1. Bill Number SB604

House of Origin ☐ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☒ Enrolled

2. Patron Potts

3. Committee Passed Both Houses

4. Title System of accounting in public schools.

5. Summary/Purpose: This bill establishes contingency reserves as a major classification of school funds.

6. Fiscal Impact: Final, (See 8.)

7. Budget amendment necessary: No.

8. Fiscal implications: This bill would require local school divisions to add a new funding classification to their accounting systems. The administrative cost to the localities cannot be quantified since financial systems in the school divisions are set up according to the unique requirements of the division.

The Department of Education would be required to add a new expenditure classification to the Annual School Report (ASR). The cost and administrative burden of this task should be minimal.

9. Specific agency or political subdivisions affected: Board of Education, school divisions

10. Technical amendment necessary: No.

11. Other comments: None.

Date: 3/19/02/acd

Document: H: \BOS\K12 Legislation \2002 Session \Completed Bills \SB604ER.doc.

cc: Secretary of Education
Secretary of Finance