

Department of Planning and Budget 2004 Fiscal Impact Statement

1. Bill Number HB337

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron Pollard

3. Committee Education

4. Title No Child Left Behind; Virginia withdrawal.

5. Summary/Purpose:

Requires Virginia's withdrawal from participation in the federal No Child Left Behind Act (NCLB), effective July 1, 2005.

6. Fiscal Impact Estimates are not available. SEE ITEM 8.

6b. Revenue Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2003-04			
2004-05			
2005-06	(\$323,000,000)		Nongeneral
2006-07	(\$323,000,000)		Nongeneral
2007-08	(\$323,000,000)		Nongeneral
2008-09	(\$323,000,000)		Nongeneral
2009-10	(\$323,000,000)		Nongeneral

7. Budget amendment necessary: Yes. Item 146

8. Fiscal implications: NCLB contains state and school division requirements for educational standards, annual assessments, data collection, and evidence of adequate yearly progress in academic achievement. The receipt of federal funds is contingent upon compliance with the Act.

If the Commonwealth withdraws from NCLB, approximately \$280 million (in FY2004 dollars) would be lost that is currently sent to school divisions. The following federal programs would be affected:

- ✓ Title I, A – Improving Basic Programs
- ✓ Title I, B – Even Start
- ✓ Title I, C – Migrant Education
- ✓ Title I, D – Neglected or Delinquent
- ✓ Title I, F – Comprehensive School Reform
- ✓ Title II, A – Teacher & Principal Training & Recruitment

- ✓ Title II, D – Enhancing Education Through Technology
- ✓ Title III, A – English Language Acquisition
- ✓ Title IV, A – Safe and Drug-Free School & Communities
- ✓ Title IV, B – 21st Century Community Learning Centers
- ✓ Title V, A – Innovative Programs
- ✓ Title VI, B – Rural & Low-Income Schools

In addition, Virginia also receives approximately \$43 million (in FY2004 dollars) in federal grants created for the implementation of the NCLB. This funding would also be eliminated.

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

10. Technical amendment necessary: No.

11. Other comments: None.

Date: 01/16/04 / MV/mwg

Document: (DPB H:\BOS\K-12 Legislation\2004 Session\HB337.DOC)

cc: Secretary of Education