

## Department of Planning and Budget 2007 Fiscal Impact Statement

**1. Bill Number** HB1702

<b>House of Origin</b>	<input checked="" type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
<b>Second House</b>	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

**2. Patron** Lingamfelter

**3. Committee** Education

**4. Title** Standards of Quality; requires G.A. to modify current funding formula, etc. of composite index.

**5. Summary/Purpose:** Requires the General Assembly to modify the current Standards of Quality (SOQ) funding formula and calculation of composite index of local ability-to-pay to incorporate within the real estate indicator of local wealth the land-use taxation value for those properties within a land-use plan.

**6. Fiscal Impact Estimates are:** See Item 8.

**7. Budget amendment necessary:** Yes.

**8. Fiscal implications:** The Department of Education estimates that the state share of cost for this bill is approximately **\$1.7 million** in FY 2007 and **\$2.6 million** in FY 2008, based on the Governor's Amended Budget (HB 1650/SB 750).

**9. Specific agency or political subdivisions affected:** Direct Aid to Public Education, local school divisions.

**10. Technical amendment necessary:** No.

**11. Other comments:** None.

**Date:** 1/16/07 / SHD

**Document:** G:\FIS\2007 Session\HB1702.doc