

Department of Planning and Budget 2014 Fiscal Impact Statement

1. Bill Number: HB1003

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

2. Patron: Greason

3. Committee: Appropriations

4. Title: Opportunity Educational Institution; funding.

5. Summary: The proposed legislation would require the transfer of per pupil funding from the local school division of residence to the Opportunity Educational Institution (OEI) for each student enrolled in a school under the supervision of the OEI Board. The per pupil funding consists of (i) any state-funded accounts paid on the basis of student enrollment, including fall membership, March 31 average daily membership, and school-aged population; (ii) the proportionate share of any applicable federal aid programs allocated for students and teachers in the Institution; (iii) the proportionate share of state moneys that are allocated under other applicable Direct Aid to Public Education programs and that are not included in clause (i); (iv) the per pupil required local effort for the Standards of Quality programs; (v) the per pupil required local match for any optional direct aid programs in which the local school division of residence participates that are applicable to the enrollment of the Institution; and (vi) any other proportionate share of local funding not included in clauses (iv) and (v) that would otherwise be provided for such students enrolled in the school if the school had remained under the supervision of the local school board.

6. Budget Amendment Necessary: None.

7. Fiscal Impact Estimates: Preliminary. See Item 8.

8. Fiscal Implications: The proposed bill codifies funding provisions currently proposed in the introduced budget in Item 138, paragraphs A. 7-11. These provisions will address the complex fiscal and operational processes involving the schools under OEI responsibility, the OEI Board, local school divisions, and the Department of Education. Since these provisions are already accounted for in the introduced budget and do not alter the state funding formulas or state share of funding, there is no state fiscal impact to implement the bill.

There may be some local impact to monitor federal, state, and local revenues for OEI schools, as well as transfer the correct amounts to the OEI Board, file for reimbursements on behalf of OEI schools, and maintain accurate reporting for those schools. The local cost cannot be determined at this time.

9. Specific Agency or Political Subdivisions Affected: Department of Education, local school divisions, Opportunity Educational Institution

10. Technical Amendment Necessary: None.

11. Other Comments: None.

Date: 2/6/2014 dpb/smc

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