

Department of Planning and Budget

2023 Fiscal Impact Statement

1. Bill Number: SB1164

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: Lewis

3. Committee: Finance and Appropriations

4. Title: Cost of competing adjustment; eligibility; certain school boards.

5. Summary: Provides that the Accomack County School Board and the Northampton County School Board are eligible to receive the cost of competing adjustment to salaries for instructional and support positions as part of the state share of basic aid pursuant to the general appropriation act.

6. Budget Amendment Necessary: Yes, Item 137.

7. Fiscal Impact Estimates: Preliminary, see item 8.

8. Fiscal Implications: The Department of Education estimates that the additional state cost to provide cost of competing adjustments to Accomack and Northampton counties would be \$3.9 million in fiscal year 2024. Any additional state cost in outgoing years is indeterminate at this time and would be based on the Direct Aid to Public Education budget as rebenchmarked for future biennia.

A language amendment would also be required to Item 137, HB1400/ SB800, 2023 General Assembly to add Accomack and Northampton Counties to the list of school divisions eligible to the full costs of competing adjustments.

Local school divisions would have to provide the local share required to match any additional state funds based on each division's local composite index. The actual fiscal impact to local school divisions is indeterminate at this time.

9. Specific Agency or Political Subdivisions Affected: Department of Education, Accomack County, Northampton County

10. Technical Amendment Necessary: No

11. Other Comments: None