

NORTH CAROLINA GENERAL ASSEMBLY

LEGISLATIVE FISCAL NOTE

BILL NUMBER: Senate Bill 99

SHORT TITLE: School Flexibility/Accountability

SPONSOR(S): Committee Substitute

FISCAL IMPACT:	Expenditures:	Increase ()
	Decrease ()	
	Revenues:	Decrease ()
	Increase ()	
	No Impact (X)	
	No Estimate Available ()	

<u>FUND AFFECTED:</u>	General Fund (X)	Highway Fund ()
	Local Govt. ()	
	Other Funds ()	

BILL SUMMARY: Consolidates existing allotment categories within State Aid to Local School Administrative Units into a smaller number of categories, and conforms existing public school laws to the new allotment categories. The State Board of Education is authorized to consolidate funds into the new categories, and to develop new allotment formulas. The new allotment categories must be implemented by the beginning of the 1996-97 school year. The bill establishes the rules that allow local school boards to move funds both with and without waivers. Provides local school boards with the authority to establish payroll dates for their employees, as long as the employees are not prepaid.

The bill does not increase funding in State Aid to Local School Administrative Units, but changes only the categories in which it is allotted to local school systems.

EFFECTIVE DATE: July 1, 1995

PRINCIPAL DEPARTMENT(S)/PROGRAM(S) AFFECTED: State Aid to Local School Administrative Units

FISCAL IMPACT

<u>FY</u>	<u>FY</u>	<u>FY</u>
<u>FY</u>	<u>FY</u>	

REVENUES:
GENERAL FUND
HIGHWAY FUND
HIGHWAY TRUST FUND

**LOCAL
EXPENDITURES**

POSITIONS:

ASSUMPTIONS AND METHODOLOGY:

Consolidation of allotment categories does not increase or decrease state appropriations.

Allotment formulas developed by the State Board of Education must be within the total dollars appropriated by the General Assembly. This follows the current practice with respect to the allocation of funds to local school systems.

The State Board of Education cannot allocate more funds within any category than appropriated by the General Assembly.

SOURCES OF DATA: Department of Public Instruction, Division of Financial Services.

TECHNICAL CONSIDERATIONS:

FISCAL RESEARCH DIVISION

733-4910

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DATE: April 10, 1995

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