

## 125th MAINE LEGISLATURE

LD 1289

LR 1786(01)

An Act To Waive Penalties on School Administrative District No. 32 and School Administrative District No. 33 under the School Administrative Unit Consolidation Laws

Preliminary Fiscal Impact Statement for Original Bill Sponsor: Sen. Jackson of Aroostook Committee: Education and Cultural Affairs Fiscal Note Required: Yes

## **Preliminary Fiscal Impact Statement**

	FY 2011-12	FY 2012-13	Projections FY 2013-14	Projections FY 2014-15
Net Cost (Savings) General Fund	\$122,464	\$0	\$0	\$0
Appropriations/Allocations				
General Fund	\$122,464	\$0	\$0	\$0

## **Fiscal Detail and Notes**

The General Purpose Aid for Locals Schools program within the Department of Education will require a one-time General Fund appropriation of \$122,464 in fiscal year 2011-12 for the cost associated with reimbursing School Administrative Unit (SAU) #32 and School Administrative Unit # 33 for the amount that their fiscal year 2011-12 state subsidy was reduced for not complying with the laws governing school administrative unit reorganization. This preliminary fiscal impact statement assumes that, since the state's budget for fiscal year 2011-12 and the budgets of local SAU's for the 2011-2012 school year will be set well before this legislation becomes effective, a General Fund appropriation will be provided so those school administrative units who did comply with the school reorganization laws will not be negatively impacted.

If this legislation, in its final form, does not include a General Fund appropriation of \$122,464 in fiscal year 2011-12, the Department of Education will be required to recalculate the amount of subsidy to be distributed to local SAU's in the 2011-2012 school year. This redistribution will result in conforming SAU's receiving less subsidy from the state than originally budgeted and non-conforming SAU's receiving more. However, there would be no net impact to the General Fund.