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FISCAL IMPACT STATEMENT

LS 6673
BILL NUMBER: SB 177

NOTE PREPARED: Dec 21, 2006
BILL AMENDED:

SUBJECT: Charter School Budget Review.

FIRST AUTHOR: Sen. Mrvan
FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: GENERAL
 DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill requires a charter school to submit its budget for review and approval to the governing body of the school corporation in which the charter school is located. It provides that a charter school may not receive funding if the school corporation governing body does not approve the charter school's budget.

Effective Date: July 1, 2007.

Explanation of State Expenditures: The bill could potentially reduce the state expenditures for charter schools. The bill does not allow the state to make a distribution to a charter school unless the public school corporation where the student resides approves the charter school budget. The average tuition support revenue for CY 2007 is estimated to be about \$4,692 per student, and the average PTRC and homestead credit is estimated to be about \$1,565 per student.

Explanation of State Revenues:

Explanation of Local Expenditures: The bill could reduce local school expenditures to charter schools if the school board does not approve the charter school budget. The average general fund property tax levy for CY 2007 is estimated to be \$2,372 per student. This could affect expenditures beginning in CY 2008.

Explanation of Local Revenues:

State Agencies Affected: Department of Education.

Local Agencies Affected: Local school corporations.

Information Sources: Department of Education databases.

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