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FISCAL IMPACT STATEMENT

LS 6333

BILL NUMBER: SB 291

NOTE PREPARED: Feb 8, 2013

BILL AMENDED: Feb 7, 2013

SUBJECT: School Corporation Capital Projects Fund.

FIRST AUTHOR: Sen. Hume

FIRST SPONSOR:

BILL STATUS: CR Adopted - 1st House

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: (Amended) This bill provides that money in a school Corporation's Capital Projects Fund may be used to pay for security, snow removal, trash removal, mowing and lawn, and pest control services.

Effective Date: July 1, 2013.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: (Revised) The bill could decrease expenditures from the school General Fund and increase expenditures in the school Capital Projects Fund for contracted services. The contracted services that could be paid from the Capital Projects Fund would include:

1. Security services.
2. Snow removal services.
3. Trash removal services.
4. Mowing and lawn services.
5. Pest control services.

The amount of the transfer of expenditures would depend on local school board action.

Background: For FY 2012, schools spent about \$543.4 M on maintenance of school buildings and grounds from the school General Fund. Of the \$543.4 M, about \$37.8 M was for contracted services. Expenditures from the Capital Project Funds totaled about \$826 M in FY 2012. The balances in the Capital Project Funds totaled about \$416.8 M on December 30, 2011. Approximately 110 school corporations were levying their maximum Capital Projects Fund Levy in CY 2012 and about 182 were below their maximum levy.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Local schools.

Information Sources: Department of Education databases.

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