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FISCAL IMPACT REPORT

ORIGINAL DATE 2/2/2007

SPONSOR Vigil LAST UPDATED _____ HB 410

SHORT TITLE Las Vegas Family Partnership School SB _____

ANALYST Aguilar

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Non-Rec	Fund Affected
FY07	FY08		
	\$450.0	Recurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

SUMMARY

Synopsis of Bill

House Bill 410 appropriates \$450 thousand from the general fund to the public education department for the purpose of replacing class-size adjustment funding for the family partnership school.

FISCAL IMPLICATIONS

The appropriation of \$450 thousand contained in this bill is a recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of fiscal year 2008 shall revert to the general fund.

As an alternative school, the Las Vegas Family Partnership is not eligible for school-size adjustment funding yet has received the funding for the past few years. PED, in an audit, noted the error in funding and for FY07 did not include it in the SEG distribution to the West Las Vegas School District. The school has complained that it needs the funding to continue operation and will request emergency funding for FY07. This appropriation is for the FY08 school year and is intended to replace this funding.

SIGNIFICANT ISSUES

Distributions from the SEG are made based on units generated by a district and funding outside

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of the formula tends to disqualify funding for other districts. The school district has the option of reclassifying the school or having it chartered in order to qualify for the small-school units. PED has notified the district of this option, yet the district has chosen not to take the actions necessary.

PA/yr