

FISCAL NOTE TRANSMITTAL FORM

BILL NUMBER: HB 1358

SHORT TITLE: Resident Tuition Status

SPONSOR(S): Rep. Anne Barnes

The attached fiscal note on the bill(s) named above is being transmitted to:

Chief Sponsor, House **Rep. Barnes**

Chief Sponsor, Senate

Fiscal Note Requested By **Sen. Henson Barnes**

Chairman of the House Committee on

Chairman of the House Subcommittee on

Chairman of the Senate Committee on

Chairman of the Senate Subcommittee on

Speaker of the House, Daniel T. Blue, Jr.

President Pro Tempore, Henson Barnes

Chairman of the House Base Budget Appropriations Committee

Representative David Diamont

Chairman of the House Expansion Budget Appropriations Committee

Representative Martin Nesbitt

Chairman of the Senate Appropriations Committee

Senator Marc Basnight

Chairman of the Senate Ways and Means Committee

Senator Kenneth C. Royall, Jr.

Chairman of the Senate Base Budget Committee

Senator Aaron W. Plyler

House Principal Clerks Office

Senate Principal Clerks Office

NORTH CAROLINA GENERAL ASSEMBLY

LEGISLATIVE FISCAL NOTE

BILL NUMBER: HB 1358

SHORT TITLE: Resident Tuition Status

SPONSOR(S): Rep. Anne Barnes

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

FUNDS AFFECTED: General Fund (x) Highway Fund () Local Fund ()
Other Fund ()

BILL SUMMARY: (a) Provides in-state tuition status to dependents of persons eligible for enrollment in the Teachers and State Employees Retirement System, waiving the 12-month residency requirement in current law. This includes dependents of UNC faculty and staff, community college employees, State employees, and public school employees.

(b) Waives 12-month residency requirement for noncertificated teachers taking courses to complete State Board certification requirements.

EFFECTIVE DATE: August 1, 1992

PRINCIPAL DEPARTMENT(S)/PROGRAM(S) AFFECTED:

Community Colleges
UNC constituent institutions
Legislative Tuition Grant Program (private colleges)
State Contractual Grant Program (private colleges)

FISCAL IMPACT

	<u>FY</u>	<u>FY</u>	<u>FY</u>	<u>FY</u>	<u>FY</u>
EXPENDITURES					
RECURRING					
NON-RECURRING					
REVENUES/RECEIPTS					
RECURRING					
NON-RECURRING					

POSITIONS:

ASSUMPTIONS AND METHODOLOGY: Fiscal Research has been unable to obtain any data which would allow cost estimates on this bill. There are three potential sources of costs.

- (1) employees coming into the State with college-age students could enter those students in college immediately instead of waiting 12 months , causing a one-time increase in the number of students; or
- (2) the students would only have to pay in-state tuition for the first year instead of the higher non-resident rates, causing a permanent decline in tuition revenues;
- (3) eligibility for the two state programs funding assistance to students attending private colleges would begin immediately. We would not anticipate an increase in enrollment in the private colleges as a result of this legislation.

SOURCES OF DATA: Neither UNC nor the community colleges keep information on employees hired from out-of-state. The Office of State Personnel does not keep records on the domicile of employees prior to hiring. The Department of Public Instruction certification records do not include data on new hires from out-of-state. Fiscal Research attempted to match Division of Motor Vehicles (DMV) Driver's License Records of changes from out-of-state to in-state licenses with State Personnel records, but DMV obtains Social Security numbers only on 25% of its licenses since the data is not required.

In effect, there is no way to estimate the cost without a survey of new hires over the past year.

TECHNICAL CONSIDERATIONS: If this bill should pass, UNC, the Department of Community Colleges, and the State Education Assistance Authority should be required to track the costs.

FISCAL RESEARCH DIVISION
733-4910

PREPARED BY: Jim Newlin
APPROVED BY: Tom Covington TOMC
DATE: July 21, 1992

FISCAL RESEARCH DIVISION
23-Jul-1992 Thu 09:15

FISCAL NOTE TRANSMITTAL FORM

SPECIAL NOTE: This note updates an earlier note and contains an expression of partial General Fund cost, only. (See p. 2 of the note under Assumptions and Methodology)

BILL NUMBER: HB 1358 AS AMENDED

SHORT TITLE: Resident Tuition Status

SPONSOR(S): Rep. Anne Barnes

The attached fiscal note on the bill(s) named above is being transmitted to:

Chief Sponsor, House **REP. ANNE BARNES**
Chief Sponsor, Senate
Fiscal Note Requested By

Chairman of the House Committee on

Chairman of the House Subcommittee on

Chairman of the Senate Committee on

Chairman of the Senate Subcommittee on

Speaker of the House, Daniel T. Blue, Jr.

President Pro Tempore, Henson Barnes

Chairman of the House Base Budget Appropriations Committee

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House Principal Clerks Office

Senate Principal Clerks Office

NORTH CAROLINA GENERAL ASSEMBLY

LEGISLATIVE FISCAL NOTE

BILL NUMBER: HB 1358

SHORT TITLE: Resident Tuition Status

SPONSOR(S): Rep. Anne Barnes

FISCAL IMPACT: Expenditures: Increase (x) Decrease ()
Revenues: Increase () Decrease ()
No Impact ()
No Estimate Available (x) NOTE: See estimate of partial cost under Assumptions and Methodology

FUNDS AFFECTED: General Fund (x) Highway Fund () Local Fund ()
Other Fund ()

BILL SUMMARY: (a) Provides in-state tuition status to dependents of persons eligible for enrollment in the Teachers and State Employees Retirement System, waiving the 12-month residency requirement in current law. This includes dependents of UNC faculty and staff, community college employees, State employees, and public school employees.

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EFFECTIVE DATE: August 1, 1992

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Legislative Tuition Grant Program (private colleges)
State Contractual Grant Program (private colleges)

FISCAL IMPACT

	<u>FY</u>	<u>FY</u>	<u>FY</u>	<u>FY</u>	<u>FY</u>
(See estimate of partial cost)					
EXPENDITURES					
RECURRING					
NON-RECURRING					
REVENUES/RECEIPTS					
RECURRING					
NON-RECURRING					

POSITIONS:

ASSUMPTIONS AND METHODOLOGY: Fiscal Research has been unable to obtain any data which would allow cost estimates on this bill. There are three potential sources of costs.

- (1) employees coming into the State with college-age students could enter those students in college immediately instead of waiting 12 months , causing a one-time increase in the number of students; or
- (2) the students would only have to pay in-state tuition for the first year instead of the higher non-resident rates, causing a permanent decline in tuition revenues;
- (3) eligibility for the two state programs funding assistance to students attending private colleges would begin immediately. We would not anticipate an increase in enrollment in the private colleges as a result of this legislation.

For the amendment on noncertificated teachers, data indicates that 40 teachers are eligible. If one-half (20) take advantage of this option, Fiscal Research estimates that this would create 10 additional full-time equivalent students (FTE) in the UNC system. This would cost the General Fund about \$60,000 in 1993-94 when these FTE are included in enrollments for budget purposes.

SOURCES OF DATA: Neither UNC nor the community colleges keep information on employees hired from out-of-state. The Office of State Personnel does not keep records on the domicile of employees prior to hiring. The Department of Public Instruction certification records do not include data on new hires from out-of-state. Fiscal Research attempted to match Division of Motor Vehicles (DMV) Driver's License Records of changes from out-of-state to in-state licenses with State Personnel records, but DMV obtains Social Security numbers only on 25% of its licenses since the data is not required.

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PREPARED BY: Jim Newlin

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Signed Copy Located in the NCGA Principal Clerk's Offices