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Consolidated Fiscal Note

2021-2022 Legislative Session

SF1829 - 0 - Perpich Center for Arts Education Closure

Chief Author: **Roger Chamberlain**
 Committee: **Education Finance And Policy**
 Date Completed: **3/12/2021 7:33:35 AM**
 Lead Agency: **Perpich Center for Arts Education**
 Other Agencies:
 Administration Dept Education Department

State Fiscal Impact	Yes	No
Expenditures	X	
Fee/Departmental Earnings	X	
Tax Revenue		X
Information Technology	X	
Local Fiscal Impact	X	

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium		
	Dollars in Thousands	FY2021	FY2022	FY2023	FY2024	FY2025
Administration Dept						
General Fund	-	56	1,082	989	-	-
Education Department						
General Fund	-	-	1,577	1,764	1,648	
Perpich Center for Arts Education						
General Fund	-	-	(5,026)	(7,299)	(7,299)	
Restrict Misc. Special Revenue	-	-	200	200	200	
Federal Fund	-	-	25	25	25	
State Total						
General Fund	-	56	(2,367)	(4,546)	(5,651)	
Restrict Misc. Special Revenue	-	-	200	200	200	
Federal Fund	-	-	25	25	25	
	Total	-	56	(2,142)	(4,321)	(5,426)
	Biennial Total			(2,086)		(9,747)

Full Time Equivalent Positions (FTE)	Biennium			Biennium		
	FY2021	FY2022	FY2023	FY2024	FY2025	
Administration Dept						
General Fund	-	.05	2.62	2.41	-	
Education Department						
General Fund	-	-	1.5	1	1	
Perpich Center for Arts Education						
General Fund	-	-	(50.53)	-	-	
Restrict Misc. Special Revenue	-	-	(1.44)	-	-	
Federal Fund	-	-	-	-	-	
	Total	-	.05	(47.85)	3.41	1

Lead LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature: Alyssa Holterman Rosas
Phone: 651-284-6439

Date: 3/12/2021 7:33:35 AM
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State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2	Biennium			Biennium	
Dollars in Thousands	FY2021	FY2022	FY2023	FY2024	FY2025
Administration Dept					
General Fund	-	56	1,082	989	-
Education Department					
General Fund	-	-	1,577	1,764	1,648
Perpich Center for Arts Education					
General Fund	-	-	(5,026)	(7,299)	(7,299)
Restrict Misc. Special Revenue	-	-	200	200	200
Federal Fund	-	-	25	25	25
Total	-	56	(2,142)	(4,321)	(5,426)
Biennial Total			(2,086)		(9,747)
1 - Expenditures, Absorbed Costs*, Transfers Out*					
Administration Dept					
General Fund	-	56	1,082	989	-
Education Department					
General Fund	-	-	1,577	1,764	1,648
Perpich Center for Arts Education					
General Fund	-	-	(5,026)	(7,299)	(7,299)
Restrict Misc. Special Revenue	-	-	-	-	-
Federal Fund	-	-	-	-	-
Total	-	56	(2,367)	(4,546)	(5,651)
Biennial Total			(2,311)		(10,197)
2 - Revenues, Transfers In*					
Administration Dept					
General Fund	-	-	-	-	-
Education Department					
General Fund	-	-	-	-	-
Perpich Center for Arts Education					
General Fund	-	-	-	-	-
Restrict Misc. Special Revenue	-	-	(200)	(200)	(200)
Federal Fund	-	-	(25)	(25)	(25)
Total	-	-	(225)	(225)	(225)
Biennial Total			(225)		(450)

Fiscal Note

2021-2022 Legislative Session

SF1829 - 0 - Perpich Center for Arts Education Closure

Chief Author: **Roger Chamberlain**
 Committee: **Education Finance And Policy**
 Date Completed: **3/12/2021 7:33:35 AM**
 Agency: **Perpich Center for Arts Education**

State Fiscal Impact	Yes	No
Expenditures	X	
Fee/Departmental Earnings	X	
Tax Revenue		X
Information Technology	X	
Local Fiscal Impact	X	

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium	
	Dollars in Thousands	FY2021	FY2022	FY2023	FY2024
General Fund	-	-	(5,026)	(7,299)	(7,299)
Restrict Misc. Special Revenue	-	-	200	200	200
Federal Fund	-	-	25	25	25
Total	-	-	(4,801)	(7,074)	(7,074)
Biennial Total			(4,801)		(14,148)

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2021	FY2022	FY2023	FY2024	FY2025
General Fund	-	-	(50.53)	-	-
Restrict Misc. Special Revenue	-	-	(1.44)	-	-
Federal Fund	-	-	-	-	-
Total	-	-	(51.97)	-	-

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature: Alyssa Holterman Rosas **Date:** 3/11/2021 6:36:57 PM
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State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2		Biennium			Biennium	
Dollars in Thousands		FY2021	FY2022	FY2023	FY2024	FY2025
General Fund		-	-	(5,026)	(7,299)	(7,299)
Restrict Misc. Special Revenue		-	-	200	200	200
Federal Fund		-	-	25	25	25
Total		-	-	(4,801)	(7,074)	(7,074)
Biennial Total				(4,801)		(14,148)
1 - Expenditures, Absorbed Costs*, Transfers Out*						
General Fund		-	-	(5,026)	(7,299)	(7,299)
Restrict Misc. Special Revenue		-	-	-	-	-
Federal Fund		-	-	-	-	-
Total		-	-	(5,026)	(7,299)	(7,299)
Biennial Total				(5,026)		(14,598)
2 - Revenues, Transfers In*						
General Fund		-	-	-	-	-
Restrict Misc. Special Revenue		-	-	(200)	(200)	(200)
Federal Fund		-	-	(25)	(25)	(25)
Total		-	-	(225)	(225)	(225)
Biennial Total				(225)		(450)

Bill Description

This bill abolishes Perpich Center for Arts Education, effective June 30, 2022; creates an arts education specialist position with the Department of Education, provides requirements for the transfer of the Perpich Arts Library, provides conveyance planning for property of the Perpich Arts High School, and provides requirements for educational records at the Perpich Arts High School.

All property in the Perpich Arts Library is transferred to the State Library Services Division of the Department of Education, in accordance with Minnesota Statutes, section 15.039, subdivisions 5 and 8, effective June 1, 2022.

Perpich Center must submit to the legislature by January 15, 2022, a proposal to convey the real and personal property of the Perpich Arts High School to a school district or nonprofit institution organized under Minnesota Statutes, chapter 317A. If Perpich Center does not submit a proposal to the legislature, all property of the Perpich Arts High School shall be transferred to the Department of Administration in accordance with Minnesota Statutes, section 15.039, subdivisions 5 and 8, effective June 30, 2022.

Perpich Center must transfer the education records of each student of the Perpich Arts High School according to Minnesota Statutes, section 120A.22, subdivision 7.

Assumptions

1. Sec 10 Subdivision 1 (b) would end the general fund appropriation for Perpich Center for Arts Education, effective June 30, 2022.
2. Subdivision 2 would transfer the library to MDE. An estimated cost of moving services to MDE is \$10K. This is based on rates of moving services recently conducted at Perpich.
3. Subdivision 3, students would enroll in either their home district, charter school, or other open enrollment options

chosen by parents/guardians.

4. Subdivision 4, would convey the real property of Perpich Arts High School to the Department of Administration, if no proposal is forthcoming from a local independent school district or non-profit organization.

Perpich will assume the Department of Administration will process severance transactions and that cost will be reflected in Admin's fiscal note. These transactions will need to be processed after the closure of Perpich on 06/30/2022.

This fiscal note assumes that the MN.IT staff at Perpich would be reassigned to another agency and does not include severance expenses for this individual.

Perpich will need to pay all layoff costs associated with current staffing levels, including vacation, severance, unemployment benefits, and health insurance benefits. These benefits are dictated by each employees bargaining unit. Those benefits begin July 1, 2022. Calculations for severance are based on data ending 06/30/2020.

There is the potential for an interruption of services prior to 06/30/2022 and Perpich may not be able to fulfill its statutory duties. This assumption is attributed to the potential of staff seeking different employment at another State agency, school district, or employer.

Expenditure and/or Revenue Formula

When Perpich shuts down operations at the end of FY2022, the agency will be obligated to pay out the following to its former employees: severance, vacation, unemployment benefits, and health insurance benefits.

General Fund Summary				
	FY2022	FY2023	FY2024	FY2025
Saving from General Fund (GF) Appropriation	0	(7,294)	(7,299)	(7,299)
Cost of severance	0	1,794	0	0
Cost of other required pay-outs	0	464	0	0
Cost of library move		10		
Total:	0	(5,026)	(7,299)	(7,299)

No Student fee revenue for the Perpich Arts High School will be collected by the agency in FY23 and later. Federal reimbursements for the Arts High School would not be requested in FY23 and later.

In FY23, a portion of the general fund will be used to pay layoff expenses, unemployment and insurance payments for employees displaced by the closing of the agency.

Vacation and sick balances are are estimated only through June 2021.

Insurance payments for laid off employees for six months coverage are calculated by monthly premiums, multiplied by 6 months, multiplied by the number of employees who are eligible to receive this benefit. Insurance premiums are based on 2021 rates.

Year 2021	Months of Coverage	Single/Family Use	Employees on Plan	Monthly State-Paid Premium Rates	Premium Subtotal	Insurance Premium Total
	6	Single Medical	25	\$696.30	\$104,445	\$435,981
	6	Family Medical	29	\$1,905.38	\$331,536	
	6	Single Dental	25	\$27.24	\$4,086	\$15,768
	6	Family Dental	29	\$67.14	\$11,682	
Total						\$451,749

Unemployment payments for laid off employees for six months coverage are calculated by weekly payments multiplied by 24 weeks multiplied by the number of employees who are eligible for this benefit.

Number of Eligible Employees	Weeks of Coverage	Maximum Weekly Payment	Total
54	24	\$762	\$987,522

Vacation payments for laid off employees are calculated by employee hourly rate at the time of layoff multiplied by the number of vacation hours accrued by the employee. An average hourly salary was used and estimated total vacation hours through June 30, 2021.

Average Hourly Wage	Total Employee Vacation Hours	Amount
\$42.50	10,905	\$463,463

Severance payments for laid off employees are calculated by the employee hourly rate at the time of layoff, multiplied by the employees number of accrued sick hours, multiplied by the percent that is dictaced in each bargaining unit. For this severace estimate MMB Payroll Services was able to run report FIHR6810 Liabilities for Annual Leave, Comp Time, Elig and Non-Elig Severage Pay. This report is as of 06/30/2020. The elig and non-elig severance liability for Perpich as of 06/30/2020 per this report was **\$354,000**.

Long-Term Fiscal Considerations

The Perpich Center campus in Golden Valley would fall under the jurisdiction of the Department of Administration, if no local school district or non-profit expresses interest in the location.

Local Fiscal Impact

Local school district to potentially operate schools.

References/Sources

Agency Contact: Thomas Johnston

Agency Fiscal Note Coordinator Signature: Charles Rick

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Fiscal Note

2021-2022 Legislative Session

SF1829 - 0 - Perpich Center for Arts Education Closure

Chief Author: **Roger Chamberlain**
 Committee: **Education Finance And Policy**
 Date Completed: **3/12/2021 7:33:35 AM**
 Agency: **Administration Dept**

State Fiscal Impact	Yes	No
Expenditures	X	
Fee/Departmental Earnings		X
Tax Revenue		X
Information Technology		X
Local Fiscal Impact		X

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium		
	Dollars in Thousands	FY2021	FY2022	FY2023	FY2024	FY2025
General Fund	-	56	1,082	989	-	-
Total	-	56	1,082	989	-	-
Biennial Total			1,138			989

Full Time Equivalent Positions (FTE)	Biennium			Biennium		
	FY2021	FY2022	FY2023	FY2024	FY2025	
General Fund	-	.05	2.62	2.41	-	-
Total	-	.05	2.62	2.41	-	-

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature: Joe Harney **Date:** 3/11/2021 6:30:05 PM
Phone: 651-284-6438 **Email:** joe.harney@lbo.leg.mn

State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2		Biennium			Biennium	
Dollars in Thousands	FY2021	FY2022	FY2023	FY2024	FY2025	
General Fund	-	56	1,082	989	-	-
Total	-	56	1,082	989	-	-
Biennial Total			1,138			989
1 - Expenditures, Absorbed Costs*, Transfers Out*						
General Fund	-	56	1,082	989	-	-
Total	-	56	1,082	989	-	-
Biennial Total			1,138			989
2 - Revenues, Transfers In*						
General Fund	-	-	-	-	-	-
Total	-	-	-	-	-	-
Biennial Total			-			-

Bill Description

Section 10, Subd. 1 abolishes the Perpich Center effective June 30, 2022. Section 10, Subd. 4 requires the Perpich Center to submit to the legislature by January 15, 2022 a proposal to convey the real and personal property of the Perpich Arts High School to a school district or nonprofit institution. If the Perpich Center does not submit a proposal to the legislature, all property of the Perpich Arts High School shall be transferred to the Department of Administration effective June 30, 2022.

Assumptions

Any transfer or sale of the property will be required to comply with bond financed property requirements.

If a plan to convey the real and personal property is not presented or agreed upon, an appraisal of the property will need to occur in Fiscal Year 2022.

Specified existing facility staff are needed to maintain the 5 buildings containing 176,000 square feet and 33 acres associated with the site. Those current staff will continue in positions until the campus is sold or transferred to another party. All maintenance tools, equipment and supplies will be available for use by staff until the campus is sold or transferred to another party.

The operating expenses are based on BOMA estimates less real estate taxes and assume that costs will be lower because the buildings will be vacant. If closure moves forward, actual operating costs will need to be evaluated.

The appraisal, marketing, and sales expenses are based on Admin's experience; commercial real estate brokers charge 4% to 8% commission.

Any remaining personal property will be transferred, sold, or otherwise disposed of in accordance with the State Surplus Property process.

If the property is not sold or transferred to a local unit of government or school, the property will be sold on the open market via a competitive bid process for not less than the fair market value as determined by an appraisal of the property in accordance with the applicable surplus real property statutes. The time period needed to sell the property on the open market will range from 6 to 24 months.

The net proceeds from the sale will be disbursed in accordance with bond financed property requirements.

The Perpich Center will include all severance costs for all staff in their fiscal note response.

All property in the Perpich Arts Library will be transferred to the State Library Services Division of the Department of Education prior to the Perpich Center closing.

The Perpich Center will handle all disposition of software systems and IT equipment prior to closing.

The Perpich Center will end contracts not required for facility maintenance, before closing.

The Perpich Center will prepare records for storage and ensure they are delivered to the appropriate agency prior to closure in 2022, including student records and business documents.

Admin will incur expenses for up to two years following closure for administrative activities, e.g., purchasing, payment of operating invoices, payroll, and coordinating transfer of remaining property.

Per M.S. 16B.38, all expenses included in this fiscal note would be paid by Perpich Center's general fund appropriation where sufficient funding would need to be available until the property is sold and ownership is transferred.

Expenditure and/or Revenue Formula

Expenditure estimates are based on it taking up to 24 months after the Perpich Center closes to dispose of the property.

Funding and staffing resources are needed to maintain the property from the effective date of the closure of the facility until the property is transferred or sold to another party and to market and sell the property. The staff required include:

- Planning Director State - 0.2 FTE (beginning April 1, 2022)
- Building Maintenance Foreman - 1.0 FTE
- Plant Maintenance Engineer -1.0 FTE

Other expenses:

- Appraisal - \$50,000
- Operating Costs - 176,000 square feet x \$4 per sq.ft.
- Marketing and sale costs - \$1 per sq.ft
- Administrative expenses associated with disposal

Expenses	FY22	FY23	FY24
Salaries Facilities and Real Property Marketing.Sale Support	5,678	238,609	238,609
Operating Costs	0	704,000	704,000
Appraisal, Marketing and Sales	50,000	100,000	26,000
Administrative expenses outlined in table below	0	39,377	19,999
Total	\$55,678	\$1,081,986	\$988,608

Administrative Expenses Associated with Disposal	Hours FY23	\$ FY23	Hours FY24	\$ FY24
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Paying unemployment compensation claims	39	1,743	0	0
Creating purchase orders related to facility maintenance	156	6,728	156	6,972
Processing payments	534	23,031	204	9,117
Processing bi-weekly payroll for onsite staff and separation payments	59	2,343	21	845
Coordinating transfer of remaining property to State Surplus Services	60	4,229	25	1,762
Closing accounts and appropriations	25	1,303	25	1,303
Total		\$39,377		\$19,999

Long-Term Fiscal Considerations

None

Local Fiscal Impact

References/Sources

Wayne Waslaski, Real Estate and Construction Services Director
 (651) 201-2548

Agency Contact: Wayne Waslaski (651) 201-2548

Agency Fiscal Note Coordinator Signature: Bruce Lemke

Phone: 651-2012530

Date: 3/11/2021 6:25:28 PM

Email: bruce.lemke@state.mn.us

Fiscal Note

2021-2022 Legislative Session

SF1829 - 0 - Perpich Center for Arts Education Closure

Chief Author: **Roger Chamberlain**
 Committee: **Education Finance And Policy**
 Date Completed: **3/12/2021 7:33:35 AM**
 Agency: **Education Department**

State Fiscal Impact	Yes	No
Expenditures	X	
Fee/Departmental Earnings		X
Tax Revenue		X
Information Technology		X
Local Fiscal Impact	X	

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 Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium		
	Dollars in Thousands	FY2021	FY2022	FY2023	FY2024	FY2025
General Fund	-	-	1,577	1,764	1,648	
Total	-	-	1,577	1,764	1,648	
Biennial Total			1,577		3,412	

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2021	FY2022	FY2023	FY2024	FY2025
General Fund	-	-	1.5	1	1
Total	-	-	1.5	1	1

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature: Alyssa Holterman Rosas **Date:** 3/12/2021 7:32:57 AM
Phone: 651-284-6439 **Email:** alyssa.holterman.rosas@lbo.leg.mn

State Cost (Savings) Calculation Details

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State Cost (Savings) = 1-2		Biennium			Biennium	
Dollars in Thousands	FY2021	FY2022	FY2023	FY2024	FY2025	
General Fund	-	-	1,577	1,764	1,648	
Total	-	-	1,577	1,764	1,648	
			Biennial Total			3,412
1 - Expenditures, Absorbed Costs*, Transfers Out*						
General Fund	-	-	1,577	1,764	1,648	
Total	-	-	1,577	1,764	1,648	
			Biennial Total			3,412
2 - Revenues, Transfers In*						
General Fund	-	-	-	-	-	
Total	-	-	-	-	-	
			Biennial Total			-

Bill Description

Section 6 of this bill establishes an arts education specialist position at the Minnesota Department of Education (MDE) to provide arts support services to school districts throughout Minnesota effective June 20, 2022. The specialist would:

gather and conduct research in arts education;

develop exemplary curriculum, instructional practices, and assessment;

disseminate information regarding arts education opportunities; and provide materials, training, and assistance to the arts education committees in school

The arts education specialist must collaborate with the commissioner of education to develop arts standards and strengthen state policies related to arts education.

The arts education specialist must serve as liaison for the Department of Education to national organizations for arts education.

The arts education specialist must collaborate with MacPhail Center for Music to provide online learning instruction to students.

Section 8 of this bill removes Perpich employees from the state definition of “state employee.”

Section 9 of this bill removes Perpich employees from the state definition of “teacher.”

Section 10 of this bill abolishes the Perpich Center for the Arts, effective June 30, 2022.

Section 10 Subdivision 2 of this bill transfers all property in the Perpich Arts Library to State Library Services at MDE effective June 1, 2022.

Section 10, Subdivision 3 of this bill allows students enrolled in the Perpich Arts High School the 2020-2021 school year to continue to enroll in the school for the 2021-2022 school year. No students may enroll in the Perpich Arts High School after

school year 2021-2022.

Section 8, Subdivision 4 and 5 of this bill requires that Perpich submit a proposal to the legislature by January 15, 2022 to convey the real and personal property to a school district or other organization.

If this does not occur, it will be transferred to the Department of Administration effective June 30, 2022.

Assumptions

MDE already employs an Arts Education Specialist (FTE Education Specialist II). The current position would not be able to absorb the duties of this bill. It is assumed MDE will hire an additional Arts Education Specialist as directed by the bill. The position will be an Education Specialist II. The duties of this FTE will include activities outlined in Section 6.

Currently there is no space at the Minnesota Department of Education (MDE) to house a collection and MDE does not operate a library.

It is assumed that State Library Services would be allowed to redistribute property to Minnesota public and academic libraries better suited to ensuring that the collection materials are accessible to the public.

It is assumed that all property of the Perpich Library (approximately 13,000 books and magazines, equipment, shelving, and furniture) would move to a temporary location.

It is assumed that one full-time equivalent (FTE) at job classification of 8L Library/Info Res Serv Spec would require approximately six months to perform the following duties:

evaluate the collection

locate suitable receiving entities (for example, academic libraries with arts education programs; public or school libraries with audio and DVD collections)

coordinate distribution of items to receiving entities

It is assumed that shelving units from the Perpich Library will be used to hold the collection during the six-month period of evaluation and redistribution and will then be repurposed, along with Perpich Library equipment (e.g., printer, laminating machines) and furniture.

Costs to the State Library Services include:

Rental of temporary storage space

An FTE for six months

Transportation and delivery from storage location to permanent sites. There would be no on-going costs.

All costs are estimated based on collection size, and amount of furniture and equipment

Though the property would be transferred in law to MDE in the last month of FY 2022, it is assumed that costs of staff time to process the library collection and store/transport materials will occur in FY 2023.

It is assumed that 171.6 APU will transfer to public schools in Minnesota.

Because Perpich does not receive general education revenue there will be increases in education aids and levies to school districts that enroll the former Perpich students.

The increase in general education costs for the districts was determined by the average revenue, aid, levy per APU calculated in the February 2021 Forecast.

It is assumed that the categorical revenue programs would increase over the February 2021 Forecast. The categorical revenue programs have been added to the General Education section of the tables. Categorical programs include LTFM, Achievement and Integration, Career and Tech, ECFE, Community Ed, developmental screening, school age care, charter school lease aid, consolidation transition, abatement, QComp, ABE, deseg transportation, nutrition, literacy incentive aid, etc.

Currently the only SpEd money going to Perpich from MDE is federal. The only state SpEd money is paid directly to Perpich through their legislative appropriation. As a result, there will be new MDE costs for their students who attend other districts upon closing.

Currently, Perpich has 17 students identified with a primary disability. This number was used calculate the cost of these students attending another district in FY 23 and FY 24.

Expenditure and/or Revenue Formula

Arts Specialist Position at MDE

		FY23	FY24	FY25
Arts Education Specialist (1 FTE Ed Specialist II)		144,000	144,000	144,000
Travel and Supply Expense		25,000	25,000	25,000
Total (Arts Education Specialist):		169,000	169,000	169,000

Library Re-Housing

Item	Specs	FY 2023 Costs
Rent commercial space	2,000 square feet for six months at average \$25.89 per sq ft annually	25,890
Transport Perpich Library property to receiving entities	Includes 13,000 items, shelving, equipment, furniture	4,000
	Total for Library Re-Housing	29,890

FTE

Item	Specs	FY 2023 Costs
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FTE Cost for Library/Info Res Serv Spec	0.5 FTE	56,775
	Total FTE	55,775

Special Education State Aid

SFY 23 Special education spending for students attending districts

Primary Disability	SFY 23 Ave Cost	Count	SFY 23 Cost	SFY 24 SpEd Aid
SLD - 407	12,600	6	75,600	45,360
OHD - 410	9,400	5	47,000	28,200
Autism - 411	18,900	6	113,400	68,040
Total		17	236,000	141,600

SFY 24 Special education spending for students attending districts

Primary Disability	SFY 23 Ave Cost	Count	SFY 24 Cost	SFY 25 SpEd Aid
SLD - 407	13,200	6	79,200	47,520
OHD - 410	9,800	5	49,000	29,400
Autism - 411	19,700	6	118,200	70,920
Total		17	246,400	147,840

SpEd appropriation

	SFY 2024	SFY 2025
Entitlement	141,600	147,840
Current Year	124,127	129,597
Final from previous year	0	17,473
Total SpEd appropriation	124,127	147,070

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General Education State Aid

GENERAL EDUCATION		
	AID (Appropriation)	LEVY
FY23	1,322,000	317,000
FY24	1,470,000	336,000
FY25	1,479,000	352,000

Total Fiscal Notes Costs:

	Item	FY 2022	FY 2023	FY 2024	FY 2025
1	1 FTE Arts Education Specialist (Ed Spec II)		144,000	144,000	144,000
2	Travel & Supplies - Arts Ed Spec		25,000	25,000	25,000
3	0.5 FTE Library/Info Res Serv Spec		55,775		
4	Library Re-Housing costs		29,890		
5	Special Education cost increase			124,127	147,070
6	General Education/categorical Aid increase		1,322,000	1,470,000	1,479,000
7	Fiscal Note Total (sum of 1-6)		1,576,665	1,763,127	1,648,000

Long-Term Fiscal Considerations

The additional state aid and levies will be ongoing. The Arts Education Specialist position at MDE will be ongoing.

Local Fiscal Impact

State aids and levies will follow the former Perpich students to the districts that serve them.

References/Sources

NOTE: This is an earlier version of the fiscal note for SF1829-0.
The most current version is available on the Fiscal Note Search site: <https://mn.gov/mmbapps/fnsearchlbo/>

Data retrieved from Perpich Center Library website. Market comparisons completed by web search on March 1, 2021.

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