

## Department of Planning and Budget 2024 Session Fiscal Impact Statement

1. **Bill Number:** HB1033

**House of Origin**     Introduced     Substitute     Engrossed  
**Second House**     In Committee     Substitute     Enrolled

2. **Patron:** Bloxom

3. **Committee:** Appropriations

4. **Title:** Cost of competing adjustment; eligibility; certain school boards.

5. **Summary:** Provides that the Accomack County School Board and the Northampton County School Board are eligible to receive the cost of competing adjustment to salaries for instructional and support positions as part of the state share of basic aid pursuant to the general appropriation act.

6. **Budget Amendment Necessary:** Yes, Item 125.

7. **Fiscal Impact Estimates:** Preliminary, see item 8.

8. **Fiscal Implications:** The Governor's introduced budget for the 2024-2026 Biennium, HB/SB 30, 2024 General Assembly Session, includes \$800,000 in lottery proceeds funds each fiscal year in supplemental support for Accomack and Northampton school divisions to address teacher recruitment and retention and salaries. Assuming that these funds would be repurposed to support the cost of competing adjustment for these counties, the Department of Education estimates an additional state cost of approximately \$3.5 million in FY 2025 and \$3.5 million in FY 2026. The state cost in outgoing years is indeterminate and would be based on the Direct Aid to Public Education budget as rebenchmarked for future biennia.

Accomack County and Northampton County would have to provide the local share required to match any additional state funds based on each division's local composite index.

9. **Specific Agency or Political Subdivisions Affected:** Department of Education, Accomack County, Northampton County

10. **Technical Amendment Necessary:** No

11. **Other Comments:** None