

## SF1461 - 0 - School-Age Care Programs Modified

Chief Author: **Erin Maye Quade**  
 Committee: **Education Finance**  
 Date Completed: **3/4/2025 4:32:57 PM**  
 Agency: **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 |  | FY2025   | FY2026 | FY2027 | FY2028   | FY2029 |
| Total                |  | -        | -      | -      | -        | -      |
| Biennial Total       |  |          |        | -      |          | -      |

| Full Time Equivalent Positions (FTE) |  | Biennium |        |        | Biennium |        |
|--------------------------------------|--|----------|--------|--------|----------|--------|
|                                      |  | FY2025   | FY2026 | FY2027 | FY2028   | FY2029 |
| Total                                |  | -        | -      | -      | -        | -      |

## 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:** 3/4/2025 4:32:57 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.

| <b>State Cost (Savings) = 1-2</b>                        |                       | <b>Biennium</b> |               |               | <b>Biennium</b> |               |
|--|-----------------------|-----------------|---------------|---------------|-----------------|---------------|
| Dollars in Thousands                                     |                       | <b>FY2025</b>   | <b>FY2026</b> | <b>FY2027</b> | <b>FY2028</b>   | <b>FY2029</b> |
|  | <b>Total</b>          | -               | -             | -             | -               | -             |
|  | <b>Biennial Total</b> |                 |               | -             |                 | -             |
| <b>1 - Expenditures, Absorbed Costs*, Transfers Out*</b> |                       |                 |               |               |                 |               |
|  | <b>Total</b>          | -               | -             | -             | -               | -             |
|  | <b>Biennial Total</b> |                 |               | -             |                 | -             |
| <b>2 - Revenues, Transfers In*</b>                       |                       |                 |               |               |                 |               |
|  | <b>Total</b>          | -               | -             | -             | -               | -             |
|  | <b>Biennial Total</b> |                 |               | -             |                 | -             |

### Bill Description

This bill allows a school district to offer a school-age care program for eligible children who are not yet enrolled in kindergarten who meet the definition of a child with a disability under section 125A.02, subdivision 1 or 1; children not yet enrolled in kindergarten who are experiencing family or related problems of a temporary nature; or children enrolled in the district in kindergarten through grade 6.

### Assumptions

The increase in cost is based off the number of 04-year-olds participating in school-age childcare program reported on the fiscal year (FY) 2024 Community Education Report. MDE took the FY 2024 school-age care costs by district divided by the K-8<sup>th</sup> school age childcare participation numbers by district and then multiplied that amount by the 0-4 years school age childcare participation numbers by district.

District school age care revenue is multiplied by the lesser of one, or the ratio of the quotient derived by dividing the adjusted net tax capacity of the district for the year before the year the levy is certified by the resident pupil units in the district for the school year to which the levy is attributable to \$2,318. Because the equalization factor does not change, all costs will be in local levy.

FY 2026 levies are already certified so it is assumed that the FY 2026 levy would be paid in FY 2027. School Finance will figure out a way to adjust future levies as they reconcile FY 2026 expenses that were levied for in FY 2027.

### Expenditure and/or Revenue Formula

None

### Long-Term Fiscal Considerations

None

### Local Fiscal Impact

| SF1461                                 | FY 2026    | FY 2027    | FY 2028    | FY 2029    |
|--|------------|------------|------------|------------|
| February Forecast School Age Care Levy | 29,216,649 | 32,981,543 | 35,663,736 | 38,594,583 |
| Change from SF1461                     |            | 1,747,941  | 1,900,643  | 2,068,940  |
| FY 2026 levy amount paid in FY 2027    |            | 1,517,645  |            |            |
| <b>Total Levy</b>                      | 29,216,649 | 36,247,129 | 37,564,379 | 40,663,523 |

**References/Sources**

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