

NORTH CAROLINA GENERAL ASSEMBLY

LEGISLATIVE FISCAL NOTE

**BILL NUMBER:** Senate Bill 630

**SHORT TITLE:** Fellows' Teaching Commitment

**SPONSOR(S):** Senator Conder

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

**FUND AFFECTED:** General Fund ( )   Highway Fund ( )   Local Govt. ( )  
                  Other Funds ( )

**BILL SUMMARY:** Amends GS 115-C-363.23A(e) to provide for forgiveness of a loan if, within seven years after graduation, the recipient teaches for three years in a public school in county which qualifies as a low-performing school system under G.S. 115C-64.1, or is on warning status as defined by the State Board of Education. Bill applies to all loan notes created or amended on or after July 1, 1993.

**EFFECTIVE DATE:** July 1, 1993

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

	FISCAL IMPACT				
	<u>FY</u>	<u>FY</u>	<u>FY</u>	<u>FY</u>	<u>FY</u>
<b>REVENUES:</b>					
GENERAL FUND					
HIGHWAY FUND					
HIGHWAY TRUST FUND					
LOCAL					
<b>EXPENDITURES</b>					
<b>POSITIONS:</b>					

**ASSUMPTIONS AND METHODOLOGY:**

1. Under current law the teaching obligation in the Teaching Fellows Program may be met by teaching in a North Carolina public school or at a school operated by the federal government in North Carolina.
2. The number of teaching fellows who might choose to teach for three years in a low-performing or warning status school system in lieu of meeting that obligation by teaching for four years cannot be estimated.
3. Repayments to the Teaching Fellows Trust Fund occur only if the recipient of the fellowship leaves the program prior to graduation, or does not complete their teaching four year teaching obligation within seven years following graduation.

**SOURCES OF DATA:** Department of Public Education, Public School Forum  
of North Carolina

**FISCAL RESEARCH DIVISION**

**733-4910**

**PREPARED BY:** Jim Johnson

**APPROVED BY:** Tom Covington **TomC**

**DATE:** June 29, 1993



**Signed Copy Located in the NCGA Principal Clerk's Offices**