

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 3472-02  
Bill No.: SB 707  
Subject: Education, Elementary and Secondary; Elementary and Secondary Education Dept  
Type: Original  
Date: January 30, 2006

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**FISCAL SUMMARY**

| <b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>                   |                |                |                |
|---|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>  | <b>FY 2007</b> | <b>FY 2008</b> | <b>FY 2009</b> |
|   |                |                |                |
|   |                |                |                |
| <b>Total Estimated<br/>Net Effect on<br/>General Revenue<br/>Fund</b> | <b>\$0</b>     | <b>\$0</b>     | <b>\$0</b>     |

| <b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>                      |                |                |                |
|---|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>  | <b>FY 2007</b> | <b>FY 2008</b> | <b>FY 2009</b> |
|   |                |                |                |
|   |                |                |                |
| <b>Total Estimated<br/>Net Effect on <u>Other</u><br/>State Funds</b> | <b>\$0</b>     | <b>\$0</b>     | <b>\$0</b>     |

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 4 pages.

| <b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>                  |                |                |                |
|---|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>  | <b>FY 2007</b> | <b>FY 2008</b> | <b>FY 2009</b> |
|   |                |                |                |
| <b>Total Estimated Net Effect on <u>All</u> Federal Funds</b> | <b>\$0</b>     | <b>\$0</b>     | <b>\$0</b>     |

| <b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b> |                |                |                |
|--|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>                       | <b>FY 2007</b> | <b>FY 2008</b> | <b>FY 2009</b> |
| <b>Local Government</b>                    | <b>\$0</b>     | <b>\$0</b>     | <b>\$0</b>     |

**FISCAL ANALYSIS**

**ASSUMPTION**

Officials from the **Department of Elementary and Secondary Education** state this proposal will have no fiscal impact on their agency or local school districts.

Officials from the **University of Missouri - St Louis (UMSL)** assume there would be little fiscal impact to UMSL as a result of this proposal.

Officials from **Central Missouri State University (CMSU)** assume the fiscal impact could be minimal or excessive, depending on the need to revoke charters.

Officials from the **University of Missouri - Kansas City (UMKC)** assume there would be unrealized revenue if the number of charter schools in the Kansas City school district were capped at sixteen. UMKC officials further assume the requirements of proficiency achievement tied to "No Child Left Behind" could result in the closure of charter schools by 2013-2014 at a cost of approximately \$300,000.

**Oversight** assumes costs of closure of charter schools would occur beyond the scope of this fiscal note.

| <u>FISCAL IMPACT - State Government</u> | FY 2007    | FY 2008    | FY 2009    |
|---|------------|------------|------------|
|   | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

| <u>FISCAL IMPACT - Local Government</u> | FY 2007    | FY 2008    | FY 2009    |
|---|------------|------------|------------|
|   | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

Currently, seventeen charter schools operate within the Kansas City school district, and one of those seventeen will cease to operate in the near future. This proposal imposes a sixteen school limit on the number of charter schools that may be operated within the Kansas City school district.

Further, the proposal requires the State Board of Education to revoke the charter of any charter school that for two successive years falls below the "proficient" level for each grade level tested on the mathematics and communication arts sections of the MAP.

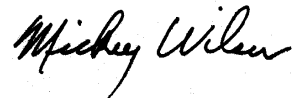
This proposal contains an emergency clause.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

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SOURCES OF INFORMATION

Department of Elementary and Secondary Education  
University of Missouri - Kansas City  
University of Missouri - Saint Louis  
Central Missouri State University

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive style with a large initial 'M'.

Mickey Wilson, CPA  
Director  
January 30, 2006