

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3580-01
Bill No.: SB 701
Subject: Higher Education; Military Affairs; National Guard
Type: Original
Date: December 13, 2005

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

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

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

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

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Coordinating Board for Higher Education** assume the proposal would not fiscally impact their agency.

Officials from the **Department of Public Safety - Director's Office** assume the proposal would not fiscally impact their agency.

Officials from the **Department of Public Safety - Office of the Adjutant General (OTAG)** state the National Guard Tuition Assistance statute requires a recipient of State Tuition Assistance (TA) to remain an active member of the military organization for three years after the last course of study is completed in which the recipient received state TA.

The proposed revision to the law would grant credit to the 3 year military membership commitment required of State TA grantees, each semester of military active duty performed.

OTAG assumes no fiscal impact on state programs they administer.

ASSUMPTION (continued)

According to the Department of Public Safety budget request, the number of Missouri National Guard Education/Tuition Grants awarded in the previous years were;

<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006 Proj.</u>
1,604	1,624	1,117	916	1,008

Also according to the Department of Public Safety budget request, the expenditures for this program for the past three fiscal years have been;

<u>FY 2003</u>	<u>FY 2004</u>	<u>FY 2005</u>
\$2,241,493	\$1,669,898	\$1,402,950

Oversight assumes the proposal would not result in a direct fiscal impact to the state.

<u>FISCAL IMPACT - State Government</u>	<u>FY 2007</u> (10 Mo.)	<u>FY 2008</u>	<u>FY 2009</u>
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	<u>FY 2007</u> (10 Mo.)	<u>FY 2008</u>	<u>FY 2009</u>
	<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.

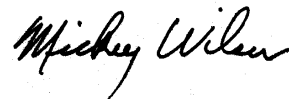
DESCRIPTION

Current law provides that if a recipient of educational assistance for Missouri national guard members ceases to maintain their military affiliation while enrolled in a course of study or within three years after the completion of a course of study, with certain exceptions, the recipient must repay any educational assistance received. This proposal provides that if a recipient of educational assistance is called to active duty other than active duty for training purposes, each semester in which the recipient is unable to enroll or complete due to active duty service will be deducted from the three-year obligation. The provisions of this act shall apply to any recipient who was called to active duty on or after September 11, 2001.

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

SOURCES OF INFORMATION

Department of Public Safety
Coordinating Board for Higher Education



Mickey Wilson, CPA
Director
December 13, 2005