COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 3523-02 <u>Bill No.</u>: SB 844

Subject: Education, Elementary and Secondary

Type: Original

Date: January 14, 2008

Bill Summary: Requires school districts to request teacher records prior to extending an

offer of employment to a prospective teacher.

FISCAL SUMMARY

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND | | | | |
|--|---------|---------|---------|--|
| FUND AFFECTED | FY 2008 | FY 2009 | FY 2010 | |
| | | | | |
| | | | | |
| Total Estimated Net Effect on General Revenue Fund | \$0 | \$0 | \$0 | |

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS | | | | |
|--|---------|---------|---------|--|
| FUND AFFECTED | FY 2008 | FY 2009 | FY 2010 | |
| | | | | |
| | | | | |
| Total Estimated Net Effect on <u>Other</u> State Funds | \$0 | \$0 | \$0 | |

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

L.R. No. 3523-02 Bill No. SB 844 Page 2 of 5 January 14, 2008

| ESTIMATED NET EFFECT ON FEDERAL FUNDS | | | | |
|--|---------|---------|---------|--|
| FUND AFFECTED | FY 2008 | FY 2009 | FY 2010 | |
| | | | | |
| | | | | |
| Total Estimated Net Effect on <u>All</u> Federal Funds | \$0 | \$0 | \$0 | |

| ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE) | | | | |
|--|---------|---------|---------|--|
| FUND AFFECTED | FY 2008 | FY 2009 | FY 2010 | |
| | | | | |
| | | | | |
| Total Estimated Net Effect on FTE | 0 | 0 | 0 | |

- □ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- □ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

| ESTIMATED NET EFFECT ON LOCAL FUNDS | | | | | | |
|-------------------------------------|--|--|--|--|--|--|
| FUND AFFECTED FY 2008 FY 2009 FY 20 | | | | | | |
| Local Government | Not expected to exceed (\$100,000) Not expected to exceed (\$100,000) | | | | | |

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Elementary and Secondary Education (DESE)** state there will be no fiscal impact to their agency.

DESE assumes the proposal will result in unknown costs to schools districts in the form of manhours and office supples. The impact to a district will depend upon the number of requests and the number of previous employers a potential employee had in the past. In addition, schools may have to redact some information in the files such as an employee's social security number. DESE assumes that for some districts these costs might be negligible, but for others the costs could be significant.

Officials from the **Poplar Bluff School District** assume that to meet the requirements of the law, their district would need to add additional clerical help.

Officials from the **Frances Howell School District** anticipate their district would need to add an additional clerical staff person to manage the requests, particularly during the busy hiring season. Their estimated fiscal impact is \$20,000 annually.

Officials from the **St Louis Public School District** assume there will be costs associated with reproducing files including staff time to compile, review, and forward documentation. Considering the large volume of teachers that leave the District (on average 200 each year) and the 3-day requirement, this task could warrant a part-time individual, at least during peak months (March-May). A clerical position could perform the tasks so the fiscal impact will be approximately \$10,000 annually including salary and postage.

Oversight assumes that most districts would be able to absorb the extra expense associated with this proposal. Larger districts could require additional part time assistance to comply with the duties outlined in this proposal. The overall statewide cost is not expected to exceed \$100,000.

| | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
|----------------------------------|---------------------|------------|------------|
| FISCAL IMPACT - State Government | FY 2008 (10 Mo.) | FY 2009 | FY 2010 |

L.R. No. 3523-02 Bill No. SB 844 Page 4 of 5 January 14, 2008

| FISCAL IMPACT - Local Government | FY 2008 | FY 2009 | FY 2010 |
|----------------------------------|-----------|---------|---------|
| | (10 Mo.) | | |

POLITICAL SUBDIVISIONS

| <u>Cost</u> - School Districts - Personal costs and office supply expenses | Not expected to | Not expected to | Not expected to |
|--|-----------------|-----------------|--------------------|
| and office supply expenses | exceed | exceed | exceed |
| | (\$100,000) | (\$100,000) | <u>(\$100,000)</u> |
| ESTIMATED NET EFFECT ON | | | |
| POLITICAL SUBDIVISIONS | Not expected to | Not expected to | Not expected to |
| | exceed | exceed | exceed |

(\$100,000)

FISCAL IMPACT - Small Business

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

FISCAL DESCRIPTION

This proposal requires school districts to request a prospective teacher's personnel file from any previous school of employment prior to extending an offer of employment. A school district that receives a request for a personnel file must send it within three days.

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 Elementary and Secondary Education School Districts St Louis Public Schools Frances Howell Poplar Bluff

Mickey Wilen

(\$100,000)

<u>(\$100,000)</u>

LMD:LR:OD (12/02)

L.R. No. 3523-02 Bill No. SB 844 Page 5 of 5 January 14, 2008

> Mickey Wilson, CPA Director January 14, 2008