

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3686-02
Bill No.: SB 715
Subject: Education, Elementary and Secondary; Elementary and Secondary Education
Department; Children and Minors; Teachers
Type: Original
Date: January 14, 2008

Bill Summary: Establishes the Safe Schools Fund and allows local school districts to utilize such moneys for a variety of safety-related expenses.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
General Revenue		(\$9,000,000)	(\$9,000,000)
Total Estimated Net Effect on General Revenue Fund	\$0	(\$9,000,000)	(\$9,000,000)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Safe Schools Fund*	\$0	\$0	\$0
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

***Transfers In and Disbursements to schools are \$9,000,000 annually, beginning in FY 2010.**

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
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 2009	FY 2010	FY 2011
Local Government*	\$0	\$0	\$0

***Transfers In and Disbursements for eligible uses are \$9,000,000 annually, beginning in FY 2010.**

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Missouri Senate** state this proposal either has either no fiscal impact as it is related to their agency or minimal costs which can be absorbed by present appropriations.

Officials from the **Missouri House of Representatives** stated this proposal would have no fiscal impact to their agency.

Officials from the **Office of State Treasurer** state the proposal, as written, would require one FTE (Accounting Specialist I) to monitor disbursements. That position would be funded from the State Treasurer's General Operation Fund and allocated proportionately as a retention of interest earnings on state funds in accordance with Section 30.605, RSMo.

Officials from the **Department of Elementary and Secondary Education (DES)** state that DES will require 1.0 FTE Director and 1.0 FTE Administrative Assistant to administer the grant and do the required monitoring.

Oversight assumes DES could absorb the costs of the proposed legislation within existing resources. Oversight assumes any significant increase in the workload of DES would be reflected in future budget requests.

Officials from the **Parkway School District** state their district should receive approximately \$155,700 based on an estimated \$9 per student times an estimated enrollment for 2008 of 17,300.

Officials from the **Farmington School District** state that the funds received by their district as a result of this proposal would enable them to use current funds to improve student achievement. Without the additional funding for safety related items, their district would still provide safety measures, but would have to reduce what they spend in other categories.

<u>FISCAL IMPACT - State Government</u>	FY 2009 (10 Mo.)	FY 2010	FY 2011
GENERAL REVENUE			
<u>Cost</u> - Appropriation for school safety related programs to be deposited to Safe Schools Fund	<u>\$0</u>	<u>(\$9,000,000)</u>	<u>(\$9,000,000)</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>\$0</u>	<u>(\$9,000,000)</u>	<u>(\$9,000,000)</u>
SAFE SCHOOLS FUND			
<u>Income</u> - Transfer from General Revenue	\$0	\$9,000,000	\$9,000,000
<u>Cost</u> - Disbursements to qualifying school districts	<u>\$0</u>	<u>(\$9,000,000)</u>	<u>(\$9,000,000)</u>
ESTIMATED NET EFFECT ON SAFE SCHOOLS FUND	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2009 (10 Mo.)	FY 2010	FY 2011
POLITICAL SUBDIVISIONS			
<u>Income</u> - School Districts -Disbursement from Safe Schools Fund	\$0	\$9,000,000	\$9,000,000
<u>Cost</u> - School Districts - Eligible safety-related expenses	<u>\$0</u>	<u>(\$9,000,000)</u>	<u>(\$9,000,000)</u>
ESTIMATED NET EFFECT ON POLITICAL SUBDIVISIONS	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Small Business</u>			

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

FISCAL DESCRIPTION

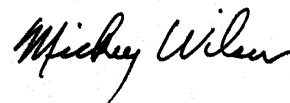
This proposed legislation establishes the Safe Schools Fund. Beginning in fiscal year 2010, and in each subsequent year, the General Assembly shall appropriate \$9 million to the fund. The Department of Elementary and Secondary Education shall annually distribute the moneys to each school district in proportion to their average daily attendance. School districts may use the money from the fund for various safety related purposes as described in the proposal. Each district must notify DESE how it uses the funds. DESE may withhold future payments from the fund if it determines that a district has misused any of the moneys.

Each school district must institute lock-down procedures for each school building in the event a potentially dangerous or armed intruder enters the school. Each school building must also conduct a drill at least once a year. DESE shall establish guidelines by January 1, 2009 to assist school districts in implementing such procedures. Each school district must adopt and implement an anti-bullying policy to receive funding.

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
Office of State Treasurer
Missouri Senate
Missouri House of Representatives
School Districts
 Farmington
 Parkway



Mickey Wilson, CPA
Director
January 14, 2008