

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4621-02
Bill No.: HCS for HB 1174
Subject: Education, Elementary and Secondary; Boards, Commissions, Committees, Councils; Elementary and Secondary Education Department
Type: Original
Date: February 10, 2012

Bill Summary: This proposal gives the State Board of Education authority to determine an alternative governing structure for failing school districts.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
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 2013	FY 2014	FY 2015
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
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 2013	FY 2014	FY 2015
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of the Governor** assume there should be no added cost to the Governor's Office as a result of this proposed legislation.

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

Officials from the **Missouri House of Representatives** indicated no fiscal impact resulting from this proposal.

Officials from the **Department of Elementary and Secondary Education** indicated there would be no additional cost to the state under the provisions of this proposed legislation. The revenue flow to the district would not be altered and modifying the governance structure would not increase the cost of the operation of the district. All actions taken by the State Board would be within the normal business operations of the State Board. The changes in governance structure would be covered by the budget of the impacted district.

Officials from the **Morgan County R-I School District (MC R-I)** assume the fiscal impact would be minimal because the process is already in place. MC R-I assumes this proposal would allow the state to intervene sooner rather than later. The proposal could cause some schools to be in the process a little quicker, which could cause some expense for those districts.

This proposal was also sent to the following Provisionally Accredited and Unaccredited school districts who did not respond to a request for fiscal impact: St Louis Public Schools, Riverview Gardens, Kansas City, Swedeborg, Jennings, Caruthersville, Normandy, Gilliam, Malta Bend.

<u>FISCAL IMPACT - State Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
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<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
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<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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FISCAL IMPACT - Small Business

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

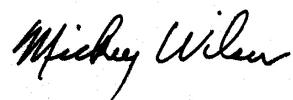
FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

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 the Governor
Missouri House of Representatives
Missouri Senate
School Districts
Morgan County



Mickey Wilson, CPA
Director
February 10, 2012