# COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

#### **FISCAL NOTE**

L.R. No.: 5129-01

<u>Bill No.</u>: Truly Agreed To and Finally Passed HB 1681 <u>Subject</u>: Education, Higher; Education, Proprietary

Type: Original Date: May 18, 2016

Bill Summary: This proposal exempts yoga training courses, programs, or schools from

provisions of law regulating proprietary schools.

## **FISCAL SUMMARY**

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND        |         |         |         |  |
|---|---------|---------|---------|--|
| FUND AFFECTED                                       | FY 2017 | FY 2018 | FY 2019 |  |
|   |         |         |         |  |
| Total Estimated<br>Net Effect on<br>General Revenue | \$0     | \$0     | \$0     |  |

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS       |           |           |           |
|---|-----------|-----------|-----------|
| FUND AFFECTED                                   | FY 2017   | FY 2018   | FY 2019   |
| Proprietary School<br>Certification             | (\$2,500) | (\$2,500) | (\$2,500) |
| Total Estimated Net Effect on Other State Funds | (\$2,500) | (\$2,500) | (\$2,500) |

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 4 pages.

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| ESTIMATED NET EFFECT ON FEDERAL FUNDS                        |         |         |         |  |
|--|---------|---------|---------|--|
| FUND AFFECTED  | FY 2017 | FY 2018 | FY 2019 |  |
|  |         |         |         |  |
|  |         |         |         |  |
| Total Estimated<br>Net Effect on <u>All</u><br>Federal Funds | \$0     | \$0     | \$0     |  |

| ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE) |         |                   |   |  |  |
|--|---------|-------------------|---|--|--|
| FUND AFFECTED                                      | FY 2017 | 017 FY 2018 FY 20 |   |  |  |
|  |         |                   |   |  |  |
|  |         |                   |   |  |  |
| Total Estimated Net Effect on FTE                  | 0       | 0                 | 0 |  |  |

☐ Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

| ESTIMATED NET EFFECT ON LOCAL FUNDS |                            |     |     |  |  |
|-------------------------------------|----------------------------|-----|-----|--|--|
| FUND AFFECTED                       | UND AFFECTED FY 2017 FY 20 |     |     |  |  |
| <b>Local Government</b>             | \$0                        | \$0 | \$0 |  |  |

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#### FISCAL ANALYSIS

#### **ASSUMPTION**

Officials at the **Department of Higher Education** assume in the State of Missouri, there are currently five certified yoga schools. The minimum re-certification fee is \$500, so the Proprietary School Certification Fund would lose at least \$2,500 each year.

**Oversight** notes this proposal would exempt a yoga teacher training course, program or school from the certification requirements of proprietary schools. The current minimum re-certification fee is \$500 per school. All revenue from the certification fees are deposited into the Proprietary School Certification Fund (0729). The balance in the fund on June 30, 2015 was \$268,169. Oversight assumes this proposal would create a loss to the fund of at least \$2,500 yearly.

| FISCAL IMPACT - State Government   | FY 2017<br>(10 Mo.) | FY 2018          | FY 2019          |
|--|---------------------|------------------|------------------|
| PROPRIETARY SCHOOL<br>CERTIFICATION FUND   |                     |                  |                  |
| <u>Loss</u> - Department of Higher Education - yoga schools not having to pay certification fee §173.616 | (\$2,500)           | (\$2,500)        | (\$2,500)        |
| ESTIMATED NET EFFECT ON PROPRIETARY SCHOOL CERTIFICATION FUND  | <u>(\$2,500)</u>    | <u>(\$2,500)</u> | <u>(\$2,500)</u> |
| FISCAL IMPACT - Local Government   | FY 2017<br>(10 Mo.) | FY 2018          | FY 2019          |
|  | <u>\$0</u>          | <u>\$0</u>       | <u>\$0</u>       |

#### FISCAL IMPACT - Small Business

Yoga training course businesses would positively be impacted by not having to pay the certification fee.

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### **FISCAL DESCRIPTION**

This bill exempts yoga courses, programs, or schools from provisions regulating proprietary schools.

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 Higher Education

Mickey Wilson, CPA

Mickey Wilen

Director May 18, 2016 Ross Strope Assistant Director May 18, 2016