

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1374-05  
Bill No.: Perfected SCS for SB Nos. 300 & 306  
Subject: Bonds - Surety; Education, Elementary and Secondary; Kansas City  
Type: Original  
Date: March 27, 2017

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Bill Summary: This proposal modifies provisions relating to governing bodies of school districts.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
<b>Total Estimated Net Effect on General Revenue</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 5 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2018</b>	<b>FY 2019</b>	<b>FY 2020</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
<b>FUND AFFECTED</b>	<b>FY 2018</b>	<b>FY 2019</b>	<b>FY 2020</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

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

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2018</b>	<b>FY 2019</b>	<b>FY 2020</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

#### §162.401 Surety Bonds

Officials at the **Department of Elementary and Secondary Education (DESE)** assume no fiscal impact on the Department. DESE defers to the school districts for any fiscal impact.

In response to the previous version, officials at the **Kearney R-I School District** assumed minimal impact.

In response to the previous version, officials at the **Everton, Forsyth R-III, Kansas City, Kirksville R-III** and the **West Plains** school districts each assumed there was no fiscal impact from this proposal.

**Oversight** assumes this proposal would require only one surety for a treasurer instead of the current two sureties. Oversight assumes this would not fiscally impact the state or school districts in a material amount.

#### §162.492 Kansas City Public Schools School Board Elections

Officials at the **Kansas City Board of Election Commissioners (KC BEC)** assume the cost of the April 2019 election is estimated to be \$200,000.

Officials at the **Kansas City Public Schools (KCPS)** assume this would not create any additional unfunded mandates or have a negative impact on the district. KCPS provided costs for the KCPS school board elections held from 2011-2016.

Year	Election	Districts	Cost
2011	Nov Special	Sub District 6	\$43,600
2012	April Regular	At Large; Sub Districts 1, 2, 3 & 5	\$219,131
2012	Nov Special	Sub District 2	\$77,379
2014	April Regular	2 At Large; Sub Districts 4 & 6	\$92,499
2015	Nov Special	Sub District 2	\$62,997
2016	April Regular	At Large; Sub District 1, 3,& 5	\$52,896

ASSUMPTION (continued)

**Oversight** notes this proposal will stagger the terms of the Kansas City Public Schools Board so half the board is elected at a time (every two years). Changing the length of the term of will change the number of elections that Kansas City Public Schools must pay for. However, the price a political subdivision pays for an election is determined by the number of political subdivisions holding an election at the same time as well as the number of candidates on the ballot.

**Oversight** is unable to determine if the Kansas City Public Schools will experience any savings because of the staggered terms of office. Oversight will not show an impact from this provision.

<u>FISCAL IMPACT - State Government</u>	FY 2018 (10 Mo.)	FY 2019	FY 2020
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2018 (10 Mo.)	FY 2019	FY 2020
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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.

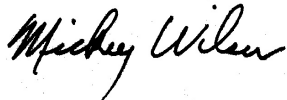
FISCAL DESCRIPTION

The proposed legislation appears to have no direct 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  
Everton School District  
Forsyth R-III School District  
Kansas City Board of Election Commission  
Kansas City Public Schools  
Kearney R-I School District  
Kirksville School District  
West Plains School District

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA  
Director  
March 27, 2017

Ross Strobe  
Assistant Director  
March 27, 2017