

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0775S.01I  
 Bill No.: SB 116  
 Subject: Education, Elementary and Secondary; Elementary and Secondary Education,  
 Department of  
 Type: Original  
 Date: April 30, 2021

Bill Summary: This proposal authorizes the Gasconade R-II school district, which crosses county boundaries, to use the county that yields the highest dollar value modifier under the school foundation formula.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
General Revenue	\$0 to (\$1,032,555)	\$0 to (\$1,032,555)	\$0 to (\$1,032,555)
<b>Total Estimated Net Effect on General Revenue</b>	<b>\$0 to (\$1,032,555)</b>	<b>\$0 to (\$1,032,555)</b>	<b>\$0 to (\$1,032,555)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
<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.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2022</b>	<b>FY 2023</b>	<b>FY 2024</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 2022</b>	<b>FY 2023</b>	<b>FY 2024</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 \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.
- Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2022</b>	<b>FY 2023</b>	<b>FY 2024</b>
<b>Local Government</b>	<b>\$0 to \$1,032,555</b>	<b>\$0 to \$1,032,555</b>	<b>\$0 to \$1,032,555</b>

**FISCAL ANALYSIS**

**ASSUMPTION**

**Section 163.016**

Officials from **Department of Elementary and Secondary Education** state, to calculate the impact, the November 2020 formula calculation for Gasconade County R-II was calculated using the county they are located in that has the highest Dollar Value Modifier (DVM) and that is Franklin County at 1.089.

If the formula is fully funded then it would be an additional cost to the state of \$1,032,555 per year. If the formula is underfunded, then there would be no additional cost to the state and in this case, the additional money is going to be shifted from all other school districts.

In response to a similar proposal SB 660 (2019), officials from the **Gasconade County R-II School District** stated, based on the current foundation formula, WADA, and current conditions, this bill would add an additional \$1,090,071 to the district in state funding. There is no negative effect for this bill to the Gasconade County R-II district. In addition, this would not impact other public school districts negatively if the bill is only passed if the foundation formula is fully funded.

**Oversight** will show a range of impact as estimated by the Department of Elementary and Secondary Education.

<u>FISCAL IMPACT – State Government</u>	FY 2022 (10 Mo.)	FY 2023	FY 2024
<b>GENERAL REVENUE</b>			
<u>Transfer out</u> - Increased formula funding to Gasconade County R-II School District	\$0 to <u>(\$1,032,555)</u>	\$0 to <u>(\$1,032,555)</u>	\$0 to <u>(\$1,032,555)</u>
<b>ESTIMATED NET EFFECT ON GENERAL REVENUE</b>	<b>\$0 to <u>(\$1,032,555)</u></b>	<b>\$0 to <u>(\$1,032,555)</u></b>	<b>\$0 to <u>(\$1,032,555)</u></b>

<u>FISCAL IMPACT – Local Government</u>	FY 2022 (10 Mo.)	FY 2023	FY 2024
<b>GASCONADE R-II SCHOOL DISTRICT</b>			
<u>Transfer In</u> - Increased formula funding to Gasconade County R-II School District	\$0 to \$1,032,555	\$0 to \$1,032,555	\$0 to \$1,032,555
<b>ESTIMATED NET EFFECT ON GASCONADE R-II SCHOOL DISTRICT</b>	<b>\$0 to \$1,032,555</b>	<b>\$0 to \$1,032,555</b>	<b>\$0 to \$1,032,555</b>

FISCAL IMPACT – Small Business

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

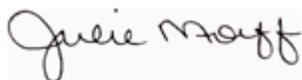
FISCAL DESCRIPTION

Under this act, for any school district located in more than one county, and whose headquarters are located within Owensville, the county signified in the school district number shall be the county in the district with the highest dollar value modifier.

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  
 Gasconade County R-II School District



Julie Morff  
 Director  
 April 30, 2021



Ross Strobe  
 Assistant Director  
 April 30, 2021