

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 5780-01  
Bill No.: HB 2576  
Subject: Education, Higher  
Type: Original  
Date: April 18, 2016

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Bill Summary: This proposal requires the Department of Higher Education to create guidance regarding notice of public employee eligibility for loan forgiveness and requires public employers to give such notice to employees.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
<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 2017	FY 2018	FY 2019
<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 2017</b>	<b>FY 2018</b>	<b>FY 2019</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 2017</b>	<b>FY 2018</b>	<b>FY 2019</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 2017</b>	<b>FY 2018</b>	<b>FY 2019</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

**Oversight** was unable to receive some of the agency responses in a timely manner due to the short fiscal note request time. Oversight has presented this fiscal note on the best current information that we have or on prior year information regarding a similar bill. Upon the receipt of agency responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval of the chairperson of the Joint Committee on Legislative Research to publish a new fiscal note.

**Oversight** notes this proposal requires the Department of Higher Education to create guidance regarding notice of public employee eligibility for public service loan forgiveness. Oversight notes this proposal requires all public employers to provide the said notice to all employees. Oversight assumes the creation and dissemination of the notice can be done using the public employees existing resources.

Officials at the **Department of Higher Education** assume that creation of the guidance notice can be done with existing staff and resources.

Officials at the **Department of Labor and Industrial Relations, Missouri Department of Transportation, Office of Administration's Division of Accounting and Division of Personnel** each assume there is no fiscal impact from this proposal.

Officials at the **University of Missouri** assume an impact of less than \$100,000.

Officials at the **City of Kansas City** assume cost for providing notice to 4,000 employees should be small.

Officials at the **Cole County** assume they cannot determine the cost at this time.

Officials at the **Webster Groves School District** assume \$1,000 annually for materials distribution and time to distribute information.

Officials at the **St. Louis County, St. Louis County Board of Election Commission** and the **Platte County Board of Election Commission** each assume there is no fiscal impact from this proposal.

ASSUMPTION (continued)

Officials at the following school districts: **Kansas City, Macon County R-IV, Malta Bend, New Haven, Pettis County R-XII, St. Elizabeth** and the **West Plains** each assume there is no fiscal impact from this proposal.

Officials at the following colleges and universities: **Missouri State University, Northwest Missouri State University** and the **State Technical College of Missouri** each assume there is no fiscal impact from this proposal.

Officials at the **Everton School District** assume \$500 annually for supplies and distribution.

<u>FISCAL IMPACT - State Government</u>	FY 2017 (10 Mo.)	FY 2018	FY 2019
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2017 (10 Mo.)	FY 2018	FY 2019
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

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

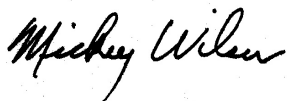
FISCAL DESCRIPTION

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

City of Kansas City  
Cole County  
Department of Higher Education  
Department of Labor and Industrial Relations  
Everton School District  
Kansas City Public Schools  
Macon County R-IV School District  
Malta Bend School District  
Missouri Department of Transportation  
Missouri State University  
New Haven School District  
Northwest Missouri State University  
Office of Administration  
    Division of Personnel  
    Division of Accounting  
Pettis County R-XII School District  
Platte County Board of Election Commission  
State Technical College of Missouri  
St. Elizabeth School District  
St. Louis County  
St. Louis County Board of Election Commission  
University of Missouri  
Webster Groves School District  
West Plains School District



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April 18, 2016

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