

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1340-02  
Bill No.: SCS for HB 587  
Subject: Education, Elementary and Secondary; Bonds- Surety; Kansas City  
Type: Original  
Date: April 14, 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** assume no impact on the Department. They defer to the school districts for any fiscal impact.

Officials at the **Kansas City** and the **Kirksville R-III** school districts each assume there is no fiscal impact from this proposal to their respective district.

In response to the previous version of this proposal, officials at the **Bakersfield R-IV, Everton, Special School District of St. Louis** and the **West Plains** school districts each assumed there was no fiscal impact from this proposal to their respective districts.

**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 School Board Elections

In response to similar legislation filed this year, SB 300, officials at the **Kansas City Board of Election Commissioners (KC BEC)** assumed the cost of the April 2019 election was 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.

In response to similar legislation filed this year, KCPS provided costs for the KCPS school board elections held from 2011-2016.

ASSUMPTION (continued)

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

**Oversight** notes this proposal will stagger the terms of the Kansas City Public School Board so half the board is elected at a time (every two years). Changing the length of the term 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
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

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

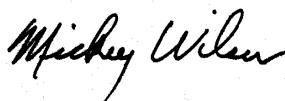
FISCAL DESCRIPTION

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

Bakersfield R-IV School District  
Department of Elementary and Secondary Education  
Everton R-III School District  
Kansas City Board of Election Commission  
Kansas City Public Schools  
Kirksville R-III School District  
Special School District of St. Louis  
West Plains School District



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April 14, 2017

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