

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2027-02
Bill No.: HCS for HB 1113
Subject: Education, Elementary and Secondary; Employees - Employers; Higher Education
Type: Original
Date: May 3, 2017

Bill Summary: This proposal requires the state board of education to convene a work group about a ninth grade course on career readiness.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
General Revenue	(\$85,676)	\$0	\$0
Total Estimated Net Effect on General Revenue	(\$85,676)	\$0	\$0

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

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

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

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
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	FY 2018	FY 2019	FY 2020
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials at the **Department of Elementary and Secondary Education** assume a cost of \$85,676 (\$75,574 in travel expenses and \$10,102 in public hearing expenses).

Officials at the **Office of the Governor, Office of the Lt. Governor** and the **Missouri Senate** each assume there is no fiscal impact from this proposal to their respective organization.

Officials at the **Kansas City Public Schools** assume that they cannot with certainty determine the fiscal impact until DESE convenes the workgroup and makes the recommendations to implement this proposal.

Officials at the **Kirksville R-III School District** assume there is no fiscal impact from this proposal.

Oversight notes this proposal would require the state board of education to convene workgroups about a ninth grade course on college preparation and career readiness. The workgroup is to consider a curriculum based on the requirements of this proposal. Oversight notes that the workgroup established by DESE may do work in FY 2018 and some work in FY 2019. For the simplicity of the fiscal note, Oversight is showing all the expenses in FY 2018.

<u>FISCAL IMPACT - State Government</u>	FY 2018 (10 Mo.)	FY 2019	FY 2020
GENERAL REVENUE FUND			
<u>Cost - DESE meeting expenses</u>	<u>(\$85,676)</u>	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE FUND	<u>(\$85,676)</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.

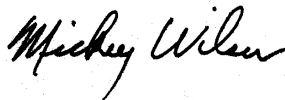
FISCAL DESCRIPTION

Before January 1, 2018, the State Board of Education will convene a work group regarding the course. The course must cover topics related to exploring various career and educational opportunities, as specified in the bill. In addition to the topics covered the course shall focus on career readiness and emphasize the importance of work ethic, communication, collaboration, critical thinking, and creativity. The course shall demonstrate that graduation from a four-year college is not the only path to success and discuss other pathways.

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
Kansas City Public Schools
Kirksville R-III School District
Missouri Senate
Office of the Governor
Office of the Lt. Governor



Mickey Wilson, CPA
Director
May 3, 2017

Ross Strope
Assistant Director
May 3, 2017