

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4290-03
Bill No.: HCS for HB 1245
Subject: Elementary and Secondary Education; Employees - Employers; Higher Education
Type: Original
Date: March 21, 2018

Bill Summary: This proposal establishes a Career Readiness Course Task Force.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
General Revenue	(\$36,252)		
Total Estimated Net Effect on General Revenue	(\$36,252)	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
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 2019	FY 2020	FY 2021
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials at the **Department of Elementary and Secondary Education (DESE)** assume a cost of \$36,252 (\$26,150 in travel expenses and \$10,102 in public hearing expenses).

Officials from the **Department of Economic Development - Division of Workforce Development** and **Department of Higher Education** anticipate no impact as a result of the proposed legislation.

Officials from the **State Technical College of Missouri** assume this proposal should have no impact.

Officials from the **Kirkville R-III School District** assume this proposal would have a limited negative effect on the district. The district already does career exploration for our students. But, if the district would need to send staff or parents somewhere, their expenses as well as substitutes would be an incurred expense.

In response to a previous version, HB 1245 (LR 4290-01), officials from the **Summersville R2 School District** assumed an unknown impact.

In response to a previous version, HB 1245 (LR 4290-01), officials from the **Lathrop School District, West Plains School District** and the **Northeast Nodaway R-5 School District** assumed the proposal will have no fiscal impact on their organizations.

Oversight notes this proposal would require the state board of education to convene a task force about a course on college preparation and career readiness. The task force is to consider a curriculum based on the requirements of this proposal. Oversight notes that the task force established may do work in FY 2019 and some work in FY 2020. For the simplicity of the fiscal note, Oversight is showing all the expenses in FY 2019.

Oversight assumes this proposal does not currently require school districts to teach the course under consideration by the task force. However, Oversight assumes the proposal prohibits a school district policy or administrative action that would require any education employee member to use personal leave or incur a reduction in pay for participating on the task force. Oversight assumes there could be costs to the school districts for employees participating in the task force for travel expenses or substitute teachers; however, Oversight assumes these costs would be minimal and can be absorbed by the districts.

ASSUMPTION (continued)

Officials at the following school districts: Arcadia Valley R-2, Avilla R-13, Bakersfield, Belton, Benton County R-2, Bismark R-5, Bloomfield R-14, Blue Springs, Bolivar R-I, Bowling Green R-1, Branson, Brentwood, Bronaugh R-7, Campbell R-2, Carrollton R-7, Caruthersville, Central R-III, Chilhowee R-4, Chillicothe R-II, Clarkton C-4, Cole R-I, Columbia, Concordia R-2, Crawford County R-1, Crocker R-II, Delta C-7, East Carter R-2, Eldon R-I, Everton R-III, Fair Play, Fayette R-3, Forsyth R-3, Fox C-6, Fredericktown R-I, Fulton, Grain Valley, Hancock Place, Hannibal, Harrisonburg R-8, Harrisonville, Hillsboro R-3, Hollister R-5, Humansville R-4, Hurley R-1, Independence, Jefferson City, Kansas City Public Schools, Kearney R-1, Kennett #39, King City R-1, Kingston 42, Kirbyville R-VI, Lee Summit, Leeton R-10, Lewis County C-1, Lincoln R-II, Lindbergh, Lonedell R-14, Macon County R-1, Malta Bend, Mehville, Meramec Valley R-3, Mexico, Middle Grove C-1, Midway R-1, Milan C-2, Moberly, Monroe City R-I, Morgan County R-2, New Haven, Nixa, North Kansas City, North St. Francois Co. R-1, Northeast Nodaway R-5, Odessa R-VII, Oregon-Howell R-III, Orrick R-11, Osborn R-0, Parkway, Pattonville, Pettis County R-12, Pierce City, Plato R-5, Princeton R-5, Raymore-Peculiar R-III, Raytown, Reeds Springs R-IV, Renick R-5, Republic R-III, Richards R-V, Richland R-1, Richmond R-XVI, Riverview Gardens, Salisbury R-4, Sarcoxie R-2, Scotland County R-I, Sedalia, Seymour R-2, Shell Knob #78, Sikeston, Silex, Smithville R-2, Special School District of St. Louis County, Spickard R-II, Springfield, St Joseph, St Louis, St. Charles, St. Elizabeth R-4, Sullivan, Valley R-6, Verona R-7, Warren County R-3, Warrensburg R-6, Waynesville, Webster Groves, Wentzville, Westview C-6 and the Wright City R-2 school districts did not respond to **Oversight's** request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2019 (10 Mo.)	FY 2020	FY 2021
GENERAL REVENUE FUND			
<u>Cost - DESE - travel & meeting expenses</u>	<u>(\$36,252)</u>	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE FUND	<u>(\$36,252)</u>	<u>\$0</u>	<u>\$0</u>
 <u>FISCAL IMPACT - Local Government</u>	 FY 2019 (10 Mo.)	 FY 2020	 FY 2021
	<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

This proposal established a Career Readiness Task Force to explore a course offering that would cover topics related to exploring various career and educational opportunities, as specified in the bill. In addition to the topics covered, the course should focus on career readiness and emphasize the importance of work ethic, communication, collaboration, critical thinking, and creativity. The course should also 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
Missouri House of Representatives
Missouri Senate
Office of the Governor
Kirksville R-III School District
Summersville R2 School District
Lathrop School District
West Plains School District
Northeast Nodaway R-5 School District

Ross Strobe



Acting Director
March 21, 2018