

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3148-02
Bill No.: HJR 41
Subject: Constitutional Amendments: Education, Elementary and Secondary
Type: Original
Date: January 30, 2004

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
General Revenue	(\$39,299)	(\$4,921)	(\$5,069)
Total Estimated Net Effect on General Revenue Fund	(\$39,299)	(\$4,921)	(\$5,069)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
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 2005	FY 2006	FY 2007
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of the Governor** stated this proposal would have no direct costs to the Governor's Office.

Officials from the **Office of Secretary of State (SOS)** stated that statewide newspaper publication of state statutes cost approximately \$1,228 per column inch based on estimates provided by the Missouri Press Service x 3 for multiple printings as required by the constitution and state statute = \$3,684 per column inch. SOS estimates the total number of inches for this amendment to be 10 inches, which includes title header and certification paragraph. \$3,684 x 10 inches = \$36,840.

Officials from the **Department of Education (DESE)** provided information regarding total expenditures for the current eight members of the state board of education. Included in these expenditures is a \$25/day statutory per diem. Also included in this total are the annual NASBE dues which remain constant regardless of the number of school board members.

	FY 2002	FY 2003
State Board Expenditures	\$76,459	\$60,336
State NASBE dues	(\$21,738)	(\$23,228)

ASSUMPTION (continued)

	\$54,721	\$37,208
# of board members	8	8
Expenditure per board member	\$ 6,840	\$ 4,639

DESE assumes the department would see increased expenses of at least \$5,739 per year (increased 3% per year for inflation) for the additional board member.

FY 2005 Average annual expenditure per board member	\$5,739
FY 2006 Average annual expenditure per board member	\$5,911
FY 2007 Average annual expenditure per board member	\$6,089

Oversight assumes, based on FY 2003 data showing average expenditure per board member to be \$4,639, factoring for inflation would result in the following average annual expenditure per board member: FY 2005 - \$4,778; FY 2006 - \$4,921; FY 2007 - \$5,059. **Oversight** also assumes the new board member would be serving, at most, six months of FY 2005, making the expenditure \$2,389 for FY 2005.

<u>FISCAL IMPACT - State Government</u>	FY 2005 (6 Mo.)	FY 2006	FY 2007
GENERAL REVENUE FUND			
<u>Cost</u> - Department of Elementary and Secondary Education - Board per diem and expenses	(\$2,389)	(\$4,921)	(\$5,069)
<u>Cost</u> - Secretary of State - Election advertising expenses	<u>(\$36,840)</u>	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE FUND	<u>(\$39,229)</u>	<u>(\$4,921)</u>	<u>(\$5,069)</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2005 (6 Mo.)	FY 2006	FY 2007
	<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.

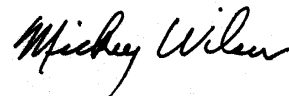
DESCRIPTION

Currently, the State Board of Education constitutes eight lay members whose terms of office are eight years each. Subject to voter approval, this proposed resolution changes from eight to six the number of lay members on the board. Further, the resolution alters the length of such terms to three years, with one reappointment possible. Also, the act seeks to alter from four to three the number of lay members which may be affiliated with any major political party. Lastly, the resolution seeks to add three active classroom teachers to the board, the terms of whom shall be three years with no reappointment potential.

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
Office of Secretary of State
Division of Elections
Office the Governor



Mickey Wilson, CPA
Director
January 30, 2004