

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 4614-02  
Bill No.: HCS for HB 1482  
Subject: National Guard; Education, Higher; Military Affairs  
Type: Original  
Date: March 14, 2006

**FISCAL SUMMARY**

| <b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>       |            |            |            |
|---|------------|------------|------------|
| FUND AFFECTED   | FY 2007    | FY 2008    | FY 2009    |
|   |            |            |            |
|   |            |            |            |
| <b>Total Estimated Net Effect on General Revenue Fund</b> | <b>\$0</b> | <b>\$0</b> | <b>\$0</b> |

| <b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>              |                   |                   |                   |
|---|-------------------|-------------------|-------------------|
| FUND AFFECTED   | FY 2007           | FY 2008           | FY 2009           |
| Missouri National Guard Trust Fund                            | (\$82,000)        | (\$82,000)        | (\$82,000)        |
|   |                   |                   |                   |
| <b>Total Estimated Net Effect on <u>Other</u> State Funds</b> | <b>(\$82,000)</b> | <b>(\$82,000)</b> | <b>(\$82,000)</b> |

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

| <b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>                  |                |                |                |
|---|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>  | <b>FY 2007</b> | <b>FY 2008</b> | <b>FY 2009</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 LOCAL FUNDS</b> |                |                |                |
|--|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>                       | <b>FY 2007</b> | <b>FY 2008</b> | <b>FY 2009</b> |
| <b>Local Government</b>                    | <b>\$0</b>     | <b>\$0</b>     | <b>\$0</b>     |

**FISCAL ANALYSIS**

**ASSUMPTION**

Officials from the **Department of Higher Education** and the **Department of Public Safety, Office of the Director** and **Missouri Veterans Commission** assumed that a previous version of this proposal would have no fiscal impact on their organizations.

Officials from the **Department of Public Safety, Office of the Adjutant General** stated that a previous version of this proposal would bring the state Tuition Assistance (TA) program more in line with the federal program, which only requires repayment if the soldier/airman fails to remain active in the guard while enrolled in a course of study for which tuition assistance was received. TA repayments over the past 5 years have averaged \$81,963 per year. Repayments are deposited back into the National Guard Trust Fund and are retained by the Office of the Adjutant General to support the tuition assistance program.

**Oversight** assumes the proposal would eliminate approximately \$82,000 per year in receipts from tuition assistance repayments to the Missouri National Guard Trust Fund.

| <u>FISCAL IMPACT - State Government</u>                           | FY 2007<br>(10 Mo.)      | FY 2008                  | FY 2009                  |
|---|--------------------------|--------------------------|--------------------------|
| <b>MISSOURI NATIONAL GUARD TRUST FUND</b>                         |                          |                          |                          |
| <u>Revenue Reduction - Adjutant General</u>                       |                          |                          |                          |
| Tuition assistance repayments                                     | <u>(\$82,000)</u>        | <u>(\$82,000)</u>        | <u>(\$82,000)</u>        |
| <b>ESTIMATED NET EFFECT ON MISSOURI NATIONAL GUARD TRUST FUND</b> | <b><u>(\$82,000)</u></b> | <b><u>(\$82,000)</u></b> | <b><u>(\$82,000)</u></b> |
| <br>  |                          |                          |                          |
| <u>FISCAL IMPACT - Local Government</u>                           | FY 2007<br>(10 Mo.)      | FY 2008                  | FY 2009                  |
|   | <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

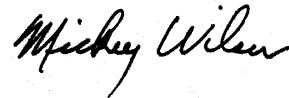
This proposal would modify provisions regarding repayment of national guard educational assistance grants. Recipients would be required to repay state tuition assistance grants if they leave the guard during the semester or session for which they received their last tuition assistance grant.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

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SOURCES OF INFORMATION

Department of Higher Education  
Department of Public Safety  
    Office of the Director  
    Office of the Adjutant General  
    Missouri Veterans Commission



Mickey Wilson, CPA  
Director  
March 14, 2006