

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0969-01
Bill No.: HB 217
Subject: Education, Elementary and Secondary: Elementary and Secondary Education
 Department; Teachers
Type: Original
Date: February 6, 2009

Bill Summary: Requires the Department of Elementary and Secondary Education to establish criteria for the admission or rejection by adjoining accredited schools of nonresident students from unaccredited districts

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
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 2010	FY 2011	FY 2012
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Total Estimated Net Effect on FTE	0	0	0

Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Administration - Administrative Hearing Commission** state this proposal will have no fiscal impact on their agency.

Officials from the **Department of Elementary and Secondary Education (DESE)** assume that allowing appeals by either the district or the parent to the state board of education would require staffing. The number of appeals would be based on the number and size of the districts that are declared unaccredited. DESE would require 1.0 FTE supervisor and 1.0 FTE administrative assistant to accommodate these requirements.

As to local district cost, DESE assumes unaccredited districts would likely see an increase in the number of students moving out of the district. Any cost would be to the unaccredited school districts who are, under current law, responsible for tuition payments for students transferring to an accredited school. DESE assumes there will be an increased tuition cost to unaccredited districts, but that amount would be unknown.

Oversight assumes legislation is already in place requiring unaccredited districts to pay for tuition and transportation costs for students choosing to transfer to an accredited school district. The proposed legislation requires DESE to establish specific criteria to carry out the provisions of the existing statute and permits an appeals process. If there are a sufficient number of appeals to warrant additional staffing by DESE, funding for additional personal services could be requested through the regular budgetary process.

<u>FISCAL IMPACT - State Government</u>	FY 2010 (10 Mo.)	FY 2011	FY 2012
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2010 (10 Mo.)	FY 2011	FY 2012
	<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.

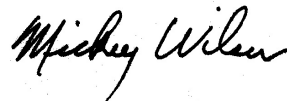
FISCAL DESCRIPTION

The proposed legislation appears to have no 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

Department of Elementary and Secondary Education
Office of Administration
Administrative Hearing Commission



Mickey Wilson, CPA
Director
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