

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 4218-01  
Bill No.: HB 1430  
Subject: Education, Elementary and Secondary; Boards, Commissions, Committees, Councils  
Type: Original  
Date: February 26, 2016

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Bill Summary: This proposal specifies continuing education training for school board members, with additional training required for members serving districts with provisional accreditation.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
General Revenue	(\$100,000)	(\$100,000)	(\$100,000)
<b>Total Estimated Net Effect on General Revenue</b>	<b>(\$100,000)</b>	<b>(\$100,000)</b>	<b>(\$100,000)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 8 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY 2019</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 FULL TIME EQUIVALENT (FTE)</b>			
<b>FUND AFFECTED</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY 2019</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY 2019</b>
<b>Local Government</b>	<b>(Unknown greater than \$100,000)</b>	<b>(Unknown greater than \$100,000)</b>	<b>(Unknown greater than \$100,000)</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials at the **Department of Elementary and Secondary Education (DESE)** assume that currently, initially elected or appointed school board members receive 16 hours of training. There is a current appropriation of \$136,326 that is paid to two entities for new school board member training. This proposal would require those board members who have been reelected after a break in service to also complete the orientation and training. In addition, the proposal adds a continuing education component for board members serving in districts that are provisionally accredited, districts with a school building or buildings scoring less than fully accredited, or districts that are deemed needing additional support by DESE. This will significantly increase the number of required trainings and will result in additional unknown costs.

**Oversight** notes that current statute requires all newly elected school board members to receive 16 hours of orientation and training within one year of being elected. This orientation and training has been provided free of charge to school board members by the Missouri School Board Association (MSBA) and the Missouri Association of Rural Education (MARE) per statute. The training is scheduled around the state so the costs to schools has been limited to travel expenses (mileage, meals and motels). Beginning with FY 2016, MARE will no longer be providing the training. Oversight assumes that since the current training was provided by MSBA and MARE until this year, the additional training required in this proposal would be provided by MSBA.

**Oversight** notes that between FY 2012 - FY 2016 the amount of money each organization has received for the training has remained fairly constant. MARE received \$16,239 annually and MSBA received \$119,761 annually for a total of \$136,000.

**Oversight** notes the following number of board members were trained by each organization:

Board Members Trained	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016 Projected
MARE	79	82	79	44	0
MSBA	486	334	333	429	400

Information obtained from FY 2017 budget request.

**Oversight** assumes part of this proposal requires all incumbent board members to receive an additional four hours of training once reelected. There are approximately 3,600 board members serving the 518 school districts. The majority serve 3 year terms with one third reelected each year.

ASSUMPTION (continued)

**Oversight** assumes that if 50% are reelected each year then 600 school board members would be required to take the additional four hours of training. Oversight assumes this additional four hours would continue to be provided by MSBA per current statute. Therefore this part of the proposal would cost school districts travel expenses. Schools could be expected to have between zero (none reelected) up to two members reelected each year. Oversight assumes school districts would have additional travel expenses from this part of the proposal.

**Oversight** assumes part of this proposal would require all board members in provisionally accredited school districts (currently 5 districts), districts with buildings scoring less than fully accredited or districts needing extra support to annually attend twelve additional hours of training. Oversight assumes this additional twelve hours would continue to be provided by the MSBA per current statute. Therefore this part of the proposal would cost school districts travel expenses. Oversight assumes that the school districts would work with MSBA to schedule classes to lessen the travel expenses of the school boards. Oversight assumes school districts would have additional travel expenses from this part of the proposal.

**Oversight** assumes that with 518 school districts required to pay for travel expenses of the additional school board member trainings that it would negatively impact school districts by more than \$100,000. Oversight assumes with the number of individuals requiring the training the State could be negatively impacted by \$100,000.

The following school districts reported this proposal would result in additional costs:

<b>Cassville School District</b>	\$10,500
<b>Eldon School District</b>	\$3,200
<b>Everton School District</b>	\$500
<b>Forsyth R-III School District</b>	\$5,000
<b>Kansas City School District</b>	\$5,000 - \$10,000
<b>Kingston 42 School District</b>	\$5,000
<b>New Haven School District</b>	\$7,000
<b>Riverview Gardens School District</b>	\$2,500 - \$7,500
<b>Seymour R-II School District</b>	\$3,000
<b>St. Charles School District</b>	\$3,000

Officials at the **East Newton School District** and the **Kirbyville School District** each assume the impact is unknown at this time.

Officials at the **Fredericktown R-I School District** assume the training could be expensive. Costs would include registration and travel expenses.

ASSUMPTION (continued)

Officials at the **Grain Valley R-V School District** assume no impact as long as the district does not have to pay. If the district must pay for the training then the cost would be in the thousand dollar range.

Officials at the **Renick School District** assume this would fiscally impact the school district if the trainings stop being free of charge or if the additional courses require a fee.

Officials at the **St. Elizabeth School District** assume a cost of \$300 per member annually.

Officials at the **Crocker, Shelby County R-IV, Warren County R-III and Wright City R-II** school districts each assume this proposal would have a minimal impact on their district.

Officials at the **Kearney R-I, Macon County R-IV, Malta Bend, Middle Grove C-1, Pettis County R-XII, Sarcoxie R-II, Smithville R-II**, and the **West Plains** school district each assume there is no fiscal impact from this proposal to their respective districts.

Officials at the **Tipton School District** responded to Oversight's request but did not indicate a fiscal impact.

Officials at the following school districts: Arcadia Valley R-2, Aurora R-8, 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, Delta C-7, East Carter R-2, Fair Grove, Fair Play, Fayette R-3, Forsyth R-3, Fox C-6, Fulton, Hancock Place, Hannibal, Harrisonburg R-8, Harrisonville, Hillsboro R-3, Hollister R-5, Humansville R-4, Hurley R-1, Independence, Jefferson City, Kennett #39, King City R-1, Kirksville, Laclede County R-1, Laredo R-7, Lee Summit, Leeton R-10, Lewis County C-1, Lindbergh, Lonedell R-14, Macon County R-1, Mehville, Mexico, Midway R-1, Milan C-2, Moberly, Monroe City R-I, Morgan County R-2, Nixa, North St. Francois Co. R-1, Northeast Nodaway R-5, Odessa R-VII, Oregon-Howell R-III, Orrick R-11, Osage County R-II, Osborn R-O, Parkway, Pattonville, Pierce City, Plato R-5, Princeton R-5, Raymore-Peculiar R-III, Raytown, Reeds Springs R-IV, Richland R-1, Salisbury R-4, Scotland County R-I, Sedalia, Shell Knob #78, Sikeston, Silex, Slater, Special School District of St. Louis County, Spickard R-II, Springfield, St Joseph, St Louis, Sullivan, Valley R-6, Verona R-7, Warrensburg R-6, Webster Groves and the Westview C-6 school districts did not respond to **Oversight's** request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2017 (10 Mo.)	FY 2018	FY 2019
<b>GENERAL REVENUE</b>			
<u>Cost</u> - DESE reimbursement of training provided by MSBA	<u>(\$100,000)</u>	<u>(\$100,000)</u>	<u>(\$100,000)</u>
<b>ESTIMATED NET EFFECT ON GENERAL REVENUE</b>	<b><u>(\$100,000)</u></b>	<b><u>(\$100,000)</u></b>	<b><u>(\$100,000)</u></b>
<u>FISCAL IMPACT - Local Government</u>	FY 2017 (10 Mo.)	FY 2018	FY 2019
<b>LOCAL SCHOOL DISTRICT FUNDS</b>			
<u>Cost</u> - School Districts - travel expenses for school board members	(Unknown greater than <u>\$100,000</u> )	(Unknown greater than <u>\$100,000</u> )	(Unknown greater than <u>\$100,000</u> )
<b>ESTIMATED NET EFFECT ON LOCAL SCHOOL DISTRICT FUNDS</b>	<b>(Unknown greater than <u>\$100,000</u>)</b>	<b>(Unknown greater than <u>\$100,000</u>)</b>	<b>(Unknown greater than <u>\$100,000</u>)</b>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This bill establishes continuing education requirements for school board members. Board members in districts that are provisionally accredited, have any school building scoring less than fully accredited, or that the Department of Elementary and Secondary Education deems as needing additional support must complete a total of 12 hours of continuing education training annually with at least six hours on specified subjects. The training must not replace and must be in addition to the specified orientation and training requirements for new school board members. Incumbent board members who have served on the board in the term immediately prior or those reelected after a break in service must complete at least four hours of continuing education training as set by the districts' board policy.

FISCAL DESCRIPTION (continued)

Failure to comply with the orientation and training requirements may result in the forfeiture of his or her position on the board or other penalty as set by board policy of that district.

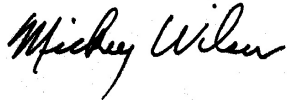
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Cassville R-IV School District  
Crocker R-II School District  
Department of Elementary and Secondary Education  
East Newton School District  
Eldon School District  
Everton School District  
Forsyth R-III School District  
Fredericktown R-I School District  
Grain Valley School District  
Kansas City Public Schools  
Kearney R-I School District  
Kingston 42 School District  
Kirbyville R-VI School District  
Macon County R-IV School District  
Malta Bend School District  
Middle Grove C-1 School District  
New Haven School District  
Pettis County R-XII School District  
Renick R-V School District  
Riverview Gardens School District  
Sarcoxie R-II School District  
Seymour R-II School District  
Shelby County R-IV School District  
Smithville R-II School District  
St. Charles School District  
St. Elizabeth R-IV School District

SOURCES OF INFORMATION (continued)

Tipton School District  
Warren County R-III School District  
West Plains School District  
Wright City R-II School District



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February 26, 2016

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