

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 6682-01
Bill No.: HB 2625
Subject: Elementary and Secondary Education; Children and Minors
Type: Original
Date: March 9, 2018

Bill Summary: This proposal creates new provisions relating to educational services for neglected or delinquent children.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
General Revenue	(\$45,000)	(\$25,000)	(\$25,000)
Total Estimated Net Effect on General Revenue	(\$45,000)	(\$25,000)	(\$25,000)

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 4 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

Section 167.128

Officials from **Department of Elementary and Secondary Education (DESE)** assume subsection 1 would require programming for collecting contracts. DESE anticipates one-time costs of approximately \$10,000. Subsection 2 requires monitoring of services and reporting. DESE anticipates recurring costs of approximately \$25,000. Subsection 3 would alter state accountability programming. DESE anticipates one-time costs of approximately \$10,000.

Officials from the **Kirkville R-III School District** assume this proposal should have no fiscal impact on the district, but it should help our test scores.

Officials from the **Summersville R2 School District** assume this proposal could have a positive fiscal impact.

Oversight assumes there is no direct fiscal impact to school districts.

<u>FISCAL IMPACT - State Government</u>	FY 2019 (10 Mo.)	FY 2020	FY 2021
GENERAL REVENUE			
<u>Cost - DESE - programming costs</u>	(\$20,000)	\$0	\$0
<u>Cost - DESE - monitoring of services and reporting</u>	<u>(\$25,000)</u>	<u>(\$25,000)</u>	<u>(\$25,000)</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>(\$45,000)</u>	<u>(\$25,000)</u>	<u>(\$25,000)</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 bill establishes procedures for educational services to neglected or delinquent children residing in a court-ordered group home, an institution for neglected children, or an institution for delinquent children. The bill requires the Department of Elementary and Secondary Education ("DESE") to annually collect contracts school districts have with private providers to provide educational services to such children, and distribute the contracts to each school district that contains such a facility.

The bill also requires DESE to monitor the educational services provided to such children and annually report to the General Assembly and departments that assist in the placement of students a summary of the performance and costs of those services.


DESE shall not create any report relating to the Missouri school improvement program in which data from a district's regularly enrolled students are aggregated with data from students residing in such facilities. DESE shall aggregate all students residing in such facilities and issue reports as if the students and facilities were their own separate local educational agency.

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
Summersville R2 School District
Kirksville R-III School District

Ross Strobe



Acting Director
March 9, 2018