

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0264-01
Bill No.: HB 53
Subject: Public Officers; Cities, Towns, and Villages
Type: Original
Date: January 7, 2015

Bill Summary: This proposal requires new city council members to receive training and orientation.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
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 2016	FY 2017	FY 2018
Local Government	(Unknown)	(Unknown)	(Unknown)

FISCAL ANALYSIS

ASSUMPTION

Officials at the **Office of Administration's Division of Personnel (OA/Personnel)** assume the leadership training offered by the Division would likely satisfy the requirements placed on cities from this legislation. Under current practice, OA/Personnel is reimbursed for the cost of the training it provides to state agencies and outside entities. Training is offered on a first come, first served basis until scheduled classes are full. Because the proposal permits local governments to choose from a variety of sources for the required training, OA/Personnel assumes that the increased demand will not materially impact the operations of the Division. However, if this legislation were interpreted to require the Division to expand its course offerings to provide training to all or a significant percentage of newly elected local officials, additional personnel and resources, exceeding \$100,000, would be necessary.

Officials at the **City of Kansas City** assume the legislation requires the City to pay for 16 hours of orientation training per newly elected Council member to an outside organization. This could cost the City several thousands of dollars each election cycle.

Officials at the **City of Harrisonville** assume an estimated cost each year of \$3,000 from this proposal.

Officials at the City of Maryland Heights responded but did not provide **Oversight** with a fiscal impact for this proposal.

Officials at the **Office of the Secretary of State** assume no fiscal impact from this proposal.

Oversight assumes from this proposal that the orientation and training will be paid by the city and can be either a statewide, national association or organization that offers training and education programs for developing or strengthening leadership skills of city officials. **Oversight** assumes the costs are not immaterial.

<u>FISCAL IMPACT - State Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
LOCAL POLITICAL SUBDIVISIONS			
<u>Costs</u> - New City Council Members' training and orientation costs	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
ESTIMATED NET EFFECT ON LOCAL POLITICAL SUBDIVISIONS	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</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 requires a new city council member, whether elected or appointed, to complete 16 hours of orientation and training within one year of the member's election or appointment. The costs must be paid by the city. The orientation and training program must be provided by a statewide or national association or organization that offers education programs for developing or strengthening leadership skills of city officials.

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

Office of Administration
Division of Personnel
Office of the Secretary of State
City of Kansas City
City of Harrisonville



Mickey Wilson, CPA

Ross Strobe

L.R. No. 0264-01
Bill No. HB 53
Page 5 of 5
January 7, 2015

Director
January 7, 2015

Assistant Director
January 7, 2015