

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 6260-02
Bill No.: HCS for HB Nos. 2565 & 2564
Subject: Elementary and Secondary Education, Department; Education, Elementary and Secondary; Health, Public
Type: Original
Date: March 29, 2016

Bill Summary: This proposal requires the Department of Elementary and Secondary Education to establish a trauma-informed schools initiative and pilot program.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
General Revenue	(Unknown greater than \$80,829)	(Unknown greater than \$110,612)	(Unknown greater than \$96,578)
Total Estimated Net Effect on General Revenue	(Unknown greater than \$80,829)	(Unknown greater than \$110,612)	(Unknown greater than \$96,578)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Trauma-Informed Schools Pilot Program Fund*	\$0	\$0	\$0
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

*Transfers-in from General Revenue and costs net to zero.

Numbers within parentheses: () indicate costs or losses. This fiscal note contains 9 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
General Revenue	1 FTE	1 FTE	1 FTE
Total Estimated Net Effect on FTE	1 FTE	1 FTE	1 FTE

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 2017	FY 2018	FY 2019
Local Government*	\$0	\$0	\$0

*Transfer in from Trauma-Informed Schools Pilot Program Fund and costs net to zero.

FISCAL ANALYSIS

ASSUMPTION

§161.1050 Trauma Informed Schools Initiative

Oversight notes this proposal creates the Trauma-Informed Schools Initiative within the Department of Elementary and Secondary Education (DESE). DESE is to consult with the Department of Mental Health and the Department of Social Services in creating information for a trauma-informed approach for school districts.

Oversight notes this proposal requires DESE to create a website about the trauma-informed approach. This proposal requires the school districts to provide the website address to all parents of their students. Oversight assumes the website information can be included with other information sent to parents before school starts; and therefore notifying parents would have no additional expense. Oversight will show an unknown impact to General Revenue for the website construction and maintenance.

Oversight notes this proposal requires DESE to offer training to school districts on the trauma-informed approach. Oversight notes this training is optional for a school district. If a school district chooses to participate in the training, they would be required to pay all fees associated with the training. Oversight will not show an impact to the school district from this training.

Officials at the **DESE** assume that developing a website about the trauma-informed initiative will result in unknown costs.

Providing information to all school districts and offering training on the trauma-informed approach will likely become tasks of the one FTE manager.

Officials at the **Department of Health and Senior Services, Department of Social Services** and the **Department of Mental Health** each assume there is no fiscal impact from this proposal to their respective departments.

§161.1055 Trauma Informed Schools Pilot Program

Oversight notes this proposal requires the Department of Elementary and Secondary Education (DESE) to create the Trauma-Informed Schools Pilot Program. This proposal requires five school districts located in specific areas of the state to participate in this pilot program. The chosen schools are to receive training in the trauma-informed approach. The schools are to receive funding to implement the trauma-informed approach.

ASSUMPTION (continued)

Oversight notes this proposal creates the Trauma-Informed Schools Pilot Program Fund. The Fund is to receive appropriations from General Revenue to fund the Pilot Program. Oversight assumes that all funds received by the Fund will be used in the year in which it is received.

Oversight assumes that since the Fund is to pay the expenses of the school district's implementation of this proposal, there would be no net fiscal impact to the districts.

Officials at the **DESE** assume this will require one FTE manager with expertise in trauma-informed practices. To develop metrics for evaluation, conduct the evaluation, and report to the general assembly: \$15,000.

Section 161.055.4(2) requiring DESE to provide the schools with funds to implement the trauma-informed approach will result in unknown costs.

Officials at the **Office of the State Treasurer** assume there is no fiscal impact from this proposal.

Bill as a Whole

In response to the previous version, officials at the **Concordia R-II School District** assumed there will be training costs for this proposal. The district would have two staff undergo the training at a cost of \$1,500. The two trainers would then teach rest of staff.

Officials at the **Kansas City Public Schools** assume little to no impact from this proposal.

In response to the previous version, officials at the **Lewis County C-1 School District** assumed this would only have impact if the district decided to have the training. The cost of the training, which is unknown at this time, would be the only expense.

Officials at the **Macon County R-IV School District** assume this would have no impact to the chosen districts. However, additional programs mean a reduction in current appropriation which negatively impacts the district. Unless there is an increase in appropriation to cover the program which would not fiscally impact the district.

In response to the previous version, officials at the **New Haven School District** assumed a half FTE per school building. Approximately \$25,000.

Officials at the **Shelby County R-IV School District** assume the cost would depend on the cost of the training.

ASSUMPTION (continued)

Officials at the **Special School District of St. Louis County** assume that if money is appropriated as stated in the legislation there should be no fiscal impact.

In response to the previous version, officials at the **Webster Groves School District** assumed there could be costs to training. Estimated to be more than \$10,000.

Officials at the **West Plains School District** assumed additional costs related to professional development at an impact of \$5,000 to \$15,000 annually.

In response to the previous version, officials at the **Malta Bend School District** assumed there was no fiscal impact from this proposal.

Officials at the **Everton, Seymour R-II, St. Elizabeth**, and the **Wright City R-II** school districts each assume there is no fiscal impact from this proposal to their respective districts.

Oversight notes that the proposal has an effective date of July 1, 2017, and will, therefore, show fiscal impacts beginning with FY 2018. Oversight further notes that the pilot program is to end on August 28, 2019.

<u>FISCAL IMPACT - State Government</u>	FY 2017	FY 2018	FY 2019
GENERAL REVENUE			
<u>Transfer Out</u> - to Trauma-Informed Schools Pilot Program Fund	\$0	(Unknown)	(Unknown)
<u>Cost - DESE</u>			
website construction and maintenance	(Unknown)	(Unknown)	(Unknown)
Evaluation	\$0	(\$15,000)	\$0
Personal Service	(\$50,580)	(\$61,303)	(\$61,916)
Fringe Benefits	(\$22,228)	(\$26,840)	(\$27,007)
Equipment and Expenses	<u>(\$8,021)</u>	<u>(\$7,469)</u>	<u>(\$7,655)</u>
<u>Total Cost - DESE</u>	(Unknown greater than <u>\$80,829</u>)	(Unknown greater than <u>\$110,612</u>)	(Unknown greater than <u>\$96,578</u>)
FTE Change - DESE	1 FTE	1 FTE	1 FTE
ESTIMATED NET EFFECT ON GENERAL REVENUE	(Unknown greater than <u>\$80,829</u>)	(Unknown greater than <u>\$110,612</u>)	(Unknown greater than <u>\$96,578</u>)
Estimated Net FTE Change on General Revenue	1 FTE	1 FTE	1 FTE

FISCAL DESCRIPTION

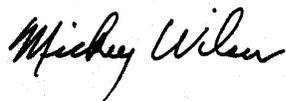
This bill establishes the "Trauma-Informed Schools Initiative". Accordingly, the Department of Elementary and Secondary Education shall provide information regarding the trauma-informed approach to all school districts, and offer training on recognizing and responding to trauma.

This bill also establishes the "Trauma-Informed Schools Pilot Program." The Department of Elementary and Secondary will choose five Missouri schools (according to criteria specified in the proposal) to receive intensive trauma-informed training regarding how to recognize and respond to signs of trauma in students, teachers and staff. The program will end August 28, 2019, and the Department will report the results of the pilot program to the General Assembly before December 31, 2019.

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

Concordia R-II School District
Department of Elementary and Secondary Education
Department of Health and Senior Services
Department of Mental Health
Department of Social Services
Everton School District
Kansas City School District
Lewis County C-1 School District
Macon County R-IV School District
Malta Bend School District
New Haven School District
Seymour R-II School District
Shelby County R-IV School District
Special School District of St. Louis County
St. Elizabeth School District
Webster Groves School District
West Plains School District
Wright City R-II School District



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