

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4324-01
Bill No.: HB 1385
Subject: Education, Elementary and Secondary: Elementary and Secondary Education
 Dept; Entertainment, Sports and Amusements
Type: Original
Date: April 10, 2006

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
General Revenue	(\$1,000,000 to Unknown)	(\$1,000,000 to Unknown)	(\$1,000,000 to Unknown)
Total Estimated Net Effect on General Revenue Fund	(\$1,000,000 to Unknown)	(\$1,000,000 to Unknown)	(\$1,000,000 to Unknown)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
State School Moneys Funds*	\$0	\$0	\$0
Total Estimated Net Effect on <u>Other</u> State Funds*	\$0	\$0	\$0

* **Offsetting Transfers In and Out are (\$1,000,000 to Unknown) per year.**

Numbers within parentheses: () indicate costs or losses.
 This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Local Government	(\$1,000,000 to Unknown)	(\$1,000,000 to Unknown)	(\$1,000,000 to Unknown)

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Elementary and Secondary Education (DESE)** initially estimated the proposed legislation would result in the addition of 100 teachers at \$5,000 each at the Stage III level of the Career Ladder Program, for a total of \$500,000.

However, through discussions with staff at the **Kansas City School District**, DESE estimates 100 instructional coaches would be eligible to apply for career ladder if the proposal passes. The addition of 100 teachers at \$5,000 each (Stage III level) to the Career Ladder program would mean an impact of \$500,000 for that one district. Other districts in the state have similar positions that could possibly be included under the instructional coach heading as well. The career ladder program was designed to reward classroom teachers, librarians, counselors who work directly with students. The definition of instructional coaches per this legislation appears to include professional developers who teach educators. As a result DESE cannot estimate the potential number of positions that may be eligible.

Officials from the **Columbia Public School District** assumed 30 Level III payments for an estimated annual cost of \$150,000.____

Oversight assumes that although participation by local school districts in the career advancement ASSUMPTION (continued)

program is voluntary, a significant number of school districts are already participating in the program resulting in a significant fiscal impact both to DESE and local school districts. According the *2004-2005 Report of the Public Schools of Missouri*, in 2005, 328 school districts participated in the Career Ladder Program with 16,919 teachers receiving payments totaling \$37,071,551 (state share only). For fiscal note purposes only, **Oversight** will range the cost from (\$1,000,000 to Unknown) each for state match and school district match._____

A fiscal impact request was sent to the school districts of, Saint Louis, Springfield, Parkway, Lee’s Summit, and Normandy who did not respond to a request for fiscal impact of the proposal.

<u>FISCAL IMPACT - State Government</u>	FY 2007	FY 2008	FY 2009
GENERAL REVENUE			
<u>Cost - Elementary and Secondary Education - Career Ladder Match</u>	(\$1,000,000 to <u>Unknown</u>)	(\$1,000,000 to <u>Unknown</u>)	(\$1,000,000 to <u>Unknown</u>)
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>(\$1,000,000 to Unknown)</u>	<u>(\$1,000,000 to Unknown)</u>	<u>(\$1,000,000 to Unknown)</u>
STATE SCHOOL MONEYS FUND			
<u>Transfer In - General Revenue - Career Ladder Match</u>	\$1,000,000 to Unknown	\$1,000,000 to Unknown	\$1,000,000 to Unknown
<u>Transfer Out - Distribution to School Districts - Career Ladder Match</u>	(\$1,000,000 to <u>Unknown</u>)	(\$1,000,000 to <u>Unknown</u>)	(\$1,000,000 to <u>Unknown</u>)
ESTIMATED NET EFFECT ON STATE SCHOOL MONEYS FUND	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2007	FY 2008	FY 2009
SCHOOL DISTRICTS			
<u>Income</u> - State Aid - Career Ladder Match	\$1,000,000 to Unknown	\$1,000,000 to Unknown	\$1,000,000 to Unknown
<u>Cost</u> - School District Matching Funds for Career Ladder Payments to Teachers	(\$1,000,000 to Unknown)	(\$1,000,000 to Unknown)	(\$1,000,000 to Unknown)
<u>Cost</u> - State Career Ladder Match Distribution to Teachers	(\$1,000,000 to <u>Unknown</u>)	(\$1,000,000 to <u>Unknown</u>)	(\$1,000,000 to <u>Unknown</u>)
ESTIMATED NET EFFECT ON SCHOOL DISTRICTS	<u>(\$1,000,000 to Unknown)</u>	<u>(\$1,000,000 to Unknown)</u>	<u>(\$1,000,000 to Unknown)</u>

FISCAL IMPACT - Small Business

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

DESCRIPTION

This proposed legislation defines "instructional coach" as an on-site professional developer employed by the school district who teaches educators how to use proven instructional methods and adds these individuals to the list of certificated teachers who are eligible to participate in the Missouri Career Development and Teacher Excellence Plan, known as Career Ladder.

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
School Districts
 Columbia
 Kansas City

NOT RESPONDING

School Districts
 Saint Louis
 Springfield
 Lee's Summit
 Normandy
 Parkway



Mickey Wilson, CPA
Director
April 10, 2006