

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5428-01
Bill No.: HB 1602
Subject: Education, Elementary and Secondary; Elementary and Secondary Education Department
Type: Original
Date: March 20, 2012

Bill Summary: This proposal requires school districts to establish a “green” cleaning policy to promote environmentally sensitive cleaning products which meet guidelines of the Department of Elementary and Secondary Education.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
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 2013	FY 2014	FY 2015
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on FTE	0	0	0

- Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Joint Committee on Administrative Rules (JCAR)** stated this proposed legislation is not anticipated to cause a fiscal impact to JCAR beyond its current appropriation.

According to officials from the **Office of Secretary of State (SOS)**, many bills considered by the General Assembly include provisions allowing or requiring agencies to submit rules and regulations to implement the proposal. The SOS is provided with core funding to handle a certain amount of normal activity resulting from each year's legislative session. The fiscal impact for this fiscal note to the SOS for Administrative Rules is less than \$2,500.

Oversight assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal with core funding. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriation process. Any decisions to raise fees to defray costs would likely be made in subsequent fiscal years.

Officials from the **Department of Health and Senior Services** assume no fiscal impact to their agency as a result of this proposed legislation.

Officials from the **Department of Natural Resources (DNR)** state that since the proposal does not assign any direct duty or responsibility to DNR, no direct fiscal impact to their agency would be anticipated.

Officials from the **Department of Elementary and Secondary Education (DESE)** state their agency will incur costs to provide forms, to provide each district with a printed copy of the guidelines and specifications, and to provide multiple avenues by which cleaning products may be determined to be environmentally-sensitive; however, DESE does not expect these costs to be significant.

Those school districts which determine that a green cleaning policy is not economically feasible will likely incur costs to provide annual written notification to DESE. School districts will likely incur costs to disseminate the guidelines and specifications to every school in the district. DESE defers to the local districts, but does not expect these costs to be significant.

Officials from the **Mexico School District** assume this proposed legislation will more than likely cause increased costs to their district. Having to seek out new vendors and purchase new

ASSUMPTION (continued)

"environmentally sensitive" products will cause the their district to spend more than what we could have otherwise through our normal bid processes.

Oversight assumes minimal administrative costs can be absorbed by DESE and school districts. School districts have the option to opt out of the requirements of the proposal if the policy is not economically feasible.

This proposed legislation was sent to the following school districts, none of which responded to a request for fiscal impact: Blue Springs, Branson, Columbia, Fair Grove, Francis Howell, Independence, Jefferson City, Kirksville, Lee's Summit, Nixa, Parkway, Raytown, Sedalia, Sikeston, Silex, Special School District of St Louis County, Spickard, Springfield, St Charles, St Joseph, St Louis City, Sullivan.

<u>FISCAL IMPACT - State Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
	<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.

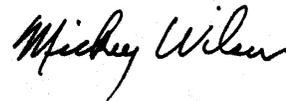
FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact

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
Department of Natural Resources
Department of Health and Social Services
Joint Committee on Administrative Rules
Office of Secretary of State
 Administrative Rules Division
School Districts
 Mexico



Mickey Wilson, CPA
Director
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