

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4044-03
Bill No.: HB 1139
Subject: Education, Elementary and Secondary; Elementary and Secondary Education Department
Type: Original
Date: February 26, 2014

Bill Summary: This proposal modifies school calendar requirements.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
General Revenue	\$0	\$0 or (Unknown - Expected to exceed \$100,000)	\$0 or (Unknown - Expected to exceed \$100,000)
Total Estimated Net Effect on General Revenue Fund	\$0	\$0 or (Unknown - Expected to exceed \$100,000)	\$0 or (Unknown - Expected to exceed \$100,000)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
State School Moneys Fund*	\$0	\$0*	\$0*
Total Estimated Net Effect on Other State Funds*	\$0	\$0*	\$0*

***Offsetting Transfers In and Transfers Out are \$0 or Unknown - Expected to exceed \$100,000 in FY 2016 and 2017.**

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 6 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
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 2015	FY 2016	FY 2017
Local Government	\$0	\$0 or (Unknown - Expected to exceed \$100,000)	\$0 or (Unknown - Expected to exceed \$100,000)

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Elementary and Secondary Education (DESE)** assume that because the foundation formula is underfunded there would be no additional cost to the state. In addition, the use of hours instead of days and hours would not have an effect on the way Average Daily Attendance (ADA) is calculated. It would not cause the ADA to either rise or fall.

However, DESE assumes that the requirement that every student not achieving proficient on a statewide assessment would have to take summer school could increase ADA significantly (\$167.227.5). This increased ADA would increase the formula call and thus would be an increased cost to the state if the formula is fully funded. The cost is unknown but would be over \$100,000.

Oversight assumes the earliest the foundation formula could be fully funded would be in FY 2016. For fiscal note purposes only, Oversight will show a fiscal impact of \$0 (formula not fully funded) or (Unknown - Expected to exceed \$100,000) (formula fully funded) for FY 2016 and FY 2017.

Officials from the **Cole County R-I School District** assume there could possibly be a cost to school districts when they are required to have summer school for those students who are required to attend summer school that do not score proficient on the state exam. Schools would be required to provide transportation to these students.

Officials from the **Francis Howell School District (FHSD)** states that FHSD students are already in attendance 1,085 hours, so there would be no fiscal impact from that provision.

Officials from the **Fulton School District** assume no fiscal impact.

Officials from the following school districts: Blue Springs, Branson, Caruthersville, Charleston R-I, Columbia, Fair Grove, Harrison R-IX, Independence, Jefferson City, Johnson County R-7, Kansas City, Kirksville, Kirbyville R-V, Lee's Summit, Malden R-I, Malta Bend, Mexico, Monroe City R-I, Nixa, Parkway, Pattonville, Raymore-Peculiar R-III, Raytown, Riverview Gardens, Sedalia, Sikeston, Silex, Special School District of St. Louis County, Spickard R-II, Springfield, St Joseph, St Louis, St. Charles, Sullivan, Warren County R-III, and Waynesville did not respond to **Oversight's** request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2015	FY 2016	FY 2017
GENERAL REVENUE			
<u>Transfer Out</u> - Department of Elementary and Secondary Education (DESE) - Increased state aid for summer school (§167.227.5)	\$0	\$0 or (Unknown - Expected to exceed \$100,000)	\$0 or (Unknown - Expected to exceed \$100,000)
		<u>\$0 or (Unknown - Expected to exceed \$100,000)</u>	<u>\$0 or (Unknown - Expected to exceed \$100,000)</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>\$0</u>	<u>\$100,000</u>	<u>\$100,000</u>
STATE SCHOOL MONEYS FUND			
<u>Transfer In</u> - General Revenue - Increased state aid for summer school (§167.227.5)	\$0	\$0 or Unknown - Expected to exceed \$100,000	\$0 or Unknown - Expected to exceed \$100,000
<u>Transfer Out</u> - School Districts - Increased state aid for summer school (§167.227.5)	\$0	\$0 or (Unknown - Expected to exceed \$100,000)	\$0 or (Unknown - Expected to exceed \$100,000)
ESTIMATED NET EFFECT ON STATE SCHOOL MONEYS FUND	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2015	FY 2016	FY 2017
LOCAL POLITICAL SUBDIVISIONS			
<u>Transfer In</u> - School Districts - Increased state aid for summer school (§167.227.5)	\$0	\$0 or Unknown - Expected to exceed \$100,000	\$0 or Unknown - Expected to exceed \$100,000
<u>Costs</u> - School Districts - Expenses for increased summer school (§167.227.5)	\$0	(Unknown - Expected to exceed \$100,000)	(Unknown - Expected to exceed \$100,000)
		<u>\$0 or (Unknown - Expected to exceed \$100,000)</u>	<u>\$0 or (Unknown - Expected to exceed \$100,000)</u>
ESTIMATED NET EFFECT ON POLITICAL SUBDIVISIONS	<u>\$0</u>	<u>\$100,000)</u>	<u>\$100,000)</u>

FISCAL IMPACT - Small Business

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

FISCAL DESCRIPTION

Currently, school districts must schedule a minimum of 174 school days with 1,044 hours. This bill revises the requirement to be a calendar of 1,085 hours of planned attendance, with no requirement as to the number of days.

The bill also defines a standard "summer school term" as no less than 144 hours with six weeks of no more than four days per week. Summer school must not start before the second Monday in June or extend beyond the last day of July, allowing for a July fourth holiday of four days. The regular school term must not open before September first or extend beyond the last day of May.

The Department of Elementary and Secondary Education must provide a testing window for statewide assessments that allows the results to be received in time for determining if a student will be required to attend summer school. School districts must require students who score less than proficient on a statewide assessment to attend summer school; districts must also develop a summer school teacher selection policy that describes objective qualifications for summer

FISCAL DESCRIPTION (continued)

school employment.

The bill repeals some restrictions on the length of the school day and repeals the provisions that prescribe how a district may undertake a four-day school week.

The bill becomes effective July 1, 2015.

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

Elementary and Secondary Education
School Districts
 Cole County R-I
 Fulton
 Francis Howell



Mickey Wilson, CPA
Director
February 26, 2014

Ross Strobe
Assistant Director
February 26, 2014