

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

**L.R. NO.:** 3098-01  
**BILL NO.:** HB 1669  
**SUBJECT:** Education, Elementary and Secondary: School Program Certification  
**TYPE:** Original  
**DATE:** March 27, 2000

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON STATE FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
General Revenue	(\$92,500)	(\$92,500)	(\$92,500)
<b>Total Estimated Net Effect on <u>All</u> State Funds</b>	<b>(\$92,500)</b>	<b>(\$92,500)</b>	<b>(\$92,500)</b>

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 3 pages.

**FISCAL ANALYSIS**

**ASSUMPTION**

Officials from the **Department of Economic Development, Southwest Missouri State University, University of Missouri, Missouri Western State College, Harris-Stowe State College, Secretary of State's Office, Department of Labor and Industrial Relations, Department of Insurance, Department of Social Services and Coordinating Board For Higher Education** assume the proposal would result in no fiscal impact to the agencies.

Officials from **Linn State Technical College** assume for educational institutions, the budget request would have to be restructured to compensate for the decrease in funding in certificate required areas. Funding sources would change for portions of instructor salaries. This bill would cause a substantial loss of funds unless restructuring would occur.

Officials from the **Office of Administration - Division of Personnel** state the agency and other merit agencies do not require school to work certification as a condition for employment. Therefore, this proposal would not have a fiscal impact on the agency.

According to officials from the **Department of Elementary and Secondary Education (DESE)**, currently the state requires professional licences and certifications which demonstrate skills and competencies for a wide variety of occupational areas, many of which can be gained through public education. The bill appears to prohibit the state from requiring any form of professional certification related to skills gained through public education.

A reduction in professional licensing fees collected by the state may occur. DESE collects \$25 from each out-of-state applicant for a teaching certificate. On average there are 3,600 to 3,800 out-of-state applicants for a teaching certificate. The total potential reduction to this revenue stream is \$90,000 to \$95,000 (midpoint of \$92,500 used).

DESE officials assume no fiscal impact would result to local public school districts.

<u>FISCAL IMPACT - State Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
<b>GENERAL REVENUE FUND</b>			
<u>Loss-Department of Elementary and Secondary Education (DESE)</u>			
Professional Licensing Fees	<b><u>(\$92,500)</u></b>	<b><u>(\$92,500)</u></b>	<b><u>(\$92,500)</u></b>

L.R. NO. 3098-01  
BILL NO. HB 1669  
PAGE 3 OF 3  
March 27, 2000

<u>FISCAL IMPACT - Local Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
	\$0	\$0	\$0

FISCAL IMPACT - Small Business

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

DESCRIPTION

The proposal states that no state agency, board or commission could establish a policy or rule requiring any person to obtain any state certificate pursuant to a public school program linking education and careers, including any school-to-work program, as a condition of higher education instruction, scholarships or employment. No state could establish a policy or rule requiring any employer to require such state certificate as a condition of employment.

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 Economic Development  
Department of Elementary and Secondary Education  
Coordinating Board For Higher Education  
Office of Administration - Division of Personnel  
Department of Social Services  
Department of Insurance  
Secretary of State's Office  
Department of Labor and Industrial Relations  
Southwest Missouri State University  
University of Missouri  
Missouri Western State College  
Harris-Stowe State College  
Linn State Technical College



Jeanne Jarrett, CPA  
Director  
March 27, 2000

L.R. NO. 3098-01  
BILL NO. HB 1669  
PAGE 4 OF 3  
March 27, 2000