

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO.: 3485-03
BILL NO.: Truly Agreed To And Finally Passed SCS For HB 1396
SUBJECT: Education, Higher: Student Representatives
TYPE: Original
DATE: May 11, 2000

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
General Revenue	COULD EXCEED (\$220,000)	COULD EXCEED (\$226,600)	COULD EXCEED (\$233,398)
Total Estimated Net Effect on <u>All</u> State Funds*	COULD EXCEED (\$220,000)	COULD EXCEED (\$226,600)	COULD EXCEED (\$233,398)

***SUBJECT TO APPROPRIATIONS**

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

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

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

FISCAL ANALYSIS

ASSUMPTION

Representatives of College and University Boards

Officials from **Truman State University** assume the proposal would result in no fiscal impact to the university.

Officials from the **Coordinating Board For Higher Education (CBHE)** assume the proposal would result in no fiscal impact to the agency. CBHE officials assume there would be a minimal impact on institutions that do not currently reimburse the expenses of student board representatives. The **Oversight Division** assumes these expenses would be minimal and could be absorbed by the institutions.

Missouri Lifelong Learning Month

Officials from the **Governor's Office, Coordinating Board For Higher Education and Department of Elementary and Secondary Education** assume the proposal would result in no fiscal impact to the agencies.

MU Tuition

Officials from the **Coordinating Board For Higher Education (CBHE)** assume the proposal would result in no fiscal impact to the agency since the proposal would only affect the University of Missouri. CBHE officials assume the proposal would be unlikely to impact the University of Missouri since it is currently allowed to charge educational fees, as opposed to "tuition".

Officials from the **University of Missouri** assume the proposal would result in no additional costs to the university.

Spinal Cord Injury Research Projects

Officials from the **University of Missouri** assume the proposal would result in no additional costs to the University.

Officials from the **Department of Health** assume the proposal would result in no fiscal impact to the agency.

ASSUMPTION (continued)

Officials from the **Coordinating Board For Higher Education (CBHE)** assume this program would not have a fiscal impact on the CBHE since the program is funded and administered through the university Board of Curators. CBHE officials assume there could be a fiscal impact on the University of Missouri.

The proposal states that the Board of Curators would request annually an appropriation of not less than \$200,000, adjusted for inflation, for research funds. The proposal also states the Board of Curators would request additional funds for administrative overhead, not to exceed 10% of the annual appropriation of research funds. Therefore, the **Oversight Division** assumes the fiscal impact to the University of Missouri would be not less than \$200,000 for research grants and not less than \$20,000 ($\$200,000 \times 10\% = \$20,000$) for administrative overhead and could exceed these amounts, depending on appropriations. These amounts were adjusted by 3% annually for inflation.

<u>FISCAL IMPACT - State Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
GENERAL REVENUE FUND			
<u>Cost-University of Missouri</u>			
Research Grants	COULD EXCEED (\$200,000)	COULD EXCEED (\$206,000)	COULD EXCEED (\$212,180)
Administrative Overhead	COULD EXCEED (\$20,000)	COULD EXCEED (\$20,600)	COULD EXCEED (\$21,218)
Total <u>Cost-University of Missouri</u> *	COULD EXCEED <u>(\$220,000)</u>	COULD EXCEED <u>(\$226,600)</u>	COULD EXCEED <u>(\$233,398)</u>

***SUBJECT TO APPROPRIATIONS**

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

DESCRIPTION

Representatives of College and University Boards

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Confidentiality would apply to all members and representatives of the Board of Regents of Central Missouri State University, Southeast Missouri State University, Southwest Missouri State University, Northwest Missouri State University, Missouri Western State College, Missouri Southern State College and Harris-Stowe State College; the Board of Governors of Truman State University; and the Board of Curators of Lincoln University.

Student representatives of Lincoln University would receive the same reimbursement for expenses as other members of the Board of Curators receive.

Missouri Lifelong Learning Month

The proposal would require the Governor to annually issue a proclamation making the month of February as "Missouri Lifelong Learning Month" and recommend that it be observed with appropriate activities in the public schools to promote public awareness of the importance of ongoing education throughout each person's lifetime.

MU Tuition

The proposal would amend the language authorizing tuition and fees at the University of Missouri.

Spinal Cord Injury Research Projects

The Board of Curators of the University of Missouri would award funds to investigators for research projects that promote an advancement of knowledge in the area of spinal cord injury. The Board would request annually an appropriation of not less than \$200,000, adjusted for inflation. The Board would also request additional funds for administrative overhead, not to exceed 10% of the annual appropriation of research funds.

The Advisory Board, as appointed by the Board of Curators, would solicit and select proposals for research projects according to procedures approved by the Board of Curators. The selection procedures would provide for peer review of the background and ability of each investigator, the merits of the work proposed and an evaluation of the potential for each research project to achieve productive results.

DESCRIPTION (Continued)

The Board of Curators, with the recommendations of the advisory board, would award funds to selected investigators. Individual awards would not exceed \$50,000 per year and would expire at

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the end of one or two years.

Members of the advisory board and its peer review committee would be reimbursed by the Board of Curators for their actual expenses in providing services.

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

Coordinating Board For Higher Education
Truman State University
Governor's Office
Department of Elementary and Secondary Education
University of Missouri
Department of Health

NOT RESPONDING: Lincoln University



Jeanne Jarrett, CPA
Director
May 11, 2000