

COMMITTEE ON LEGISLATIVE RESEARCH
 OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0568-01
Bill No.: HB 97
Subject: Education, Elementary and Secondary: Voluntary Transfer Students
Type: Original
Date: January 9, 2001

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
General Revenue	(Less than \$100,000)	(Less than \$100,000)	(Less than \$100,000)
State School Moneys	\$0	\$0	\$0
Total Estimated Net Effect on <u>All</u> State Funds	(LESS THAN \$100,000)	(LESS THAN \$100,000)	(LESS THAN \$100,000)

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
School Districts	Less Than \$100,000	Less Than \$100,000	Less Than \$100,000

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

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Elementary and Secondary Education (DESE)** assume that while the cost of this proposal is unknown, it is likely to be minimal. A specific impact can not be developed because DESE does not have the number of voluntary transfer students eligible for free or reduced price lunch for 1997-98 but will collect that data if this legislation is passed. Nevertheless, the cost is likely to be minimal because the 2001-2002 hold harmless cost may decrease without this change because these St. Louis County districts will likely see a decrease in the Line 14 amount compared to the 1997-98 Line 14. This decrease would result in a reduced hold harmless payment amount. Therefore, adjusting the calculation to exclude voluntary transfer students may result in the FY02 cost being similar to the FY01 cost.

<u>FISCAL IMPACT - State Government</u>	<u>FY 2002</u> (10 Mo.)	<u>FY 2003</u>	<u>FY 2004</u>
GENERAL REVENUE FUND			
<u>Cost</u> - Increased transfers to State School Moneys Fund	(less than \$100,000)	(less than \$100,000)	(less than \$100,000)
ESTIMATED NET EFFECT ON GENERAL REVENUE FUND	<u>(LESS THAN \$100,000)</u>	<u>(LESS THAN \$100,000)</u>	<u>(LESS THAN \$100,000)</u>

STATE SCHOOL MONEYS			
<u>Income</u> - Increased transfers from General Revenue Fund	less than \$100,000	less than \$100,000	less than \$100,000
<u>Cost</u> - Increased distributions to School Districts	(less than \$100,000)	(less than \$100,000)	(less than \$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>	<u>FY 2002</u> (10 Mo.)	<u>FY 2003</u>	<u>FY 2004</u>
SCHOOL DISTRICTS			
<u>Income</u> - Increased distributions from State	<u>LESS THAN \$100,000</u>	<u>LESS THAN \$100,000</u>	<u>LESS THAN \$100,000</u>

FISCAL IMPACT - Small Business

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

DESCRIPTION

Beginning with the 2001-2002 school year, the eligible pupil number used in the state aid calculation would exclude voluntary transfer students, and the 1997-1998 line 14 total amount and amount per pupil would be recalculated to exclude the voluntary transfer students originally in the calculation.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space. The proposal would not affect Total State Revenue.

SOURCES OF INFORMATION

Department of Elementary and Secondary Education



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