

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO.: 1057-01
BILL NO.: HB 1026
SUBJECT: Education, Elementary and Secondary; Elementary and Secondary Education
 Department
TYPE: Original
DATE: April 2, 2001

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
General Revenue	\$0	(\$100,000)	(\$100,000)
Public School Beautification Adoption Program Fund	\$0	\$0	\$0
Total Estimated Net Effect on <u>All</u> State Funds	\$0	(\$100,000)	(\$100,000)

- SUBJECT TO APPROPRIATION -

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 2001	FY 2002	FY 2003
School Districts	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Secretary of State's Office (SOS)** assume the rules, regulations and forms issued by the Department of Elementary and Secondary Education could require as many as approximately 8 pages in the Code of State Regulations. For any given rule, roughly half again as many pages are published in the Missouri Register as in the Code because cost statements, fiscal notes and the like are not repeated in the Code. These costs are estimated. The estimated cost of a page in the Missouri Register is \$22.50. The estimated cost of a page in the Code of State Regulations is \$26.50. The actual costs could be more or less the SOS's estimated cost of \$241 for FY 2001. The impact of this legislation in future years is unknown and depends upon the frequency and length of rules, filed, amended, rescinded or withdrawn.

Oversight assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. 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.

In response to an identical bill proposed last year, officials from the **State Treasurer's Office** assumed no fiscal impact on the agency.

Officials from the **Department of Elementary and Secondary Education (DESE)** assume 10 grants at \$10,000 maximum = \$100,000 for distribution to schools through the newly created Public School Beautification Adoption Program Fund beginning in FY 2003. DESE officials assume they would need a Supervisor (\$47,616) and Senior Secretary (\$24,184) and would incur equipment and expense cost of \$21,537 to implement the program. The **Oversight Division** assumes DESE could administer the program with existing grant personnel, but could incur some expenses associated with the printing and development of the grant and applications.

<u>FISCAL IMPACT - State Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
GENERAL REVENUE FUND			
<u>Cost-General Revenue Fund</u>			
Appropriation to Public School	<u>\$0</u>	<u>(\$100,000)</u>	<u>(\$100,000)</u>
Beautification Adoption Program Fund			

<u>FISCAL IMPACT - State Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
PUBLIC SCHOOL BEAUTIFICATION ADOPTION PROGRAM FUND			
<u>Income-Department of Elementary and Secondary Education (DESE)</u>			
Appropriation from General Revenue Fund	\$0	\$100,000	\$100,000
<u>Cost-Department of Elementary and Secondary Education (DESE)</u>			
Grants to School Districts	\$0	(\$0 to \$100,000)	(\$0 to \$100,000)
Printing and Development of Grant and Applications	(Less than \$100,000)	(Less than \$100,00)	(Less than \$100,000)
ESTIMATED NET EFFECT ON PUBLIC SCHOOL BEAUTIFICATION ADOPTION PROGRAM FUND	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
SCHOOL DISTRICTS			
<u>Income-School Districts</u>			
Grants	\$0	\$0 to \$100,000	\$0 to \$100,000
<u>Cost-School Districts</u>			
Public School Beautification Adoption Program	\$0	(\$0 to \$100,000)	(\$0 to \$100,000)
ESTIMATED NET EFFECT ON SCHOOL DISTRICTS	<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

As a result of this proposal, subject to appropriation, the Department of Elementary and Secondary Education would create a public school beautification adoption program to permit individuals, groups, and corporations to develop and implement programs to assist in maintaining and improving public school grounds and buildings. After a local school board approves a potential sponsor's application, the application will go to the department for review. Upon departmental approval, the sponsor may proceed with the program. The program becomes the sponsor's responsibility until the program comes to its planned end or until the local board revokes the sponsorship. Each year, the department will choose the 10 most effective programs to receive grants of up to \$10,000.

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
Office of the Secretary of State
Office of the State Treasurer



Jeanne Jarrett, CPA
Director
April 2, 2001