

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 3403-03  
Bill No.: SJR 39  
Subject: Education, Elementary and Secondary; Boards; Teachers; Elementary and Secondary Education Dept.  
Type: Original  
Date: January 16, 2004

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**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
<b>General Revenue</b>	(\$39,299)	(\$4,921)	(\$5,069)
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>(\$39,299)</b>	<b>(\$4,921)</b>	<b>(\$5,069)</b>

<b>ESTIMATED NET EFFECT ON STATE FUNDS</b>			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
<b>Total Estimated Net Effect on <u>All</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

### FISCAL ANALYSIS

#### ASSUMPTION

Officials from the **Office of Administration - Division of Budget and Planning (BAP)** stated that the proposed resolution should not result in additional costs or savings to BAP.

Officials from the **Office of the Governor** stated this proposal would have no direct costs to the Governor's Office.

Office from the **Office of the Senate (SEN)** stated this proposal would have no fiscal impact as it related to SEN or minimal costs which could be absorbed by present appropriations.

Officials from the **Office of Secretary of State (SOS)** stated that statewide newspaper publication of state statutes cost approximately \$1,228 per column inch based on estimates provided by the Missouri Press Service x 3 for multiple printings as required by the constitution and state statute = \$3,684 per column inch. SOS estimates the total number of inches for this amendment to be 10 inches, which includes title header and certification paragraph. \$3,684 x 10 inches = \$36,840.

Officials from the **Department of Education (DESE)** provided information regarding total expenditures for the current eight members of the state board of education. Included in these expenditures is a \$25/day statutory per diem. Also included in this total are the annual NASBE ASSUMPTION (continued)

dues which remain constant regardless of the number of school board members.

	FY 2002	FY 2003
State Board Expenditures	\$76,459	\$60,336
State NASB dues	(\$21,738)	(\$23,228)
	\$54,721	\$37,208
# of board members	8	8
Expenditure per board member	\$ 6,840	\$ 4,639

DESE assumes the department would see increased expenses of at least \$5,739 per year (increased 3% per year for inflation) for the additional board member.

FY 2005	Average annual expenditure per board member	\$5,739
FY 2006	Average annual expenditure per board member	\$5,911
FY 2007	Average annual expenditure per board member	\$6,089

**Oversight** assumes, based on FY 2003 data showing average expenditure per board member to be \$4,639, factoring for inflation would result in the following average annual expenditure per board member: FY 2005 - \$4,778; FY 2006 - \$4,921; FY 2007 - \$5,059. **Oversight** also assumes the new board member would be serving at most six months of FY 2005, making the expenditure \$2,389 for FY 2005.

<u>FISCAL IMPACT - State Government</u>	FY 2005 (6 Mo.)	FY 2006	FY 2007
<b>GENERAL REVENUE FUND</b>			
<u>Cost</u> - Department of Elementary and Secondary Education - Board per diem and expenses	(\$2,389)	(\$4,921)	(\$5,069)
<u>Cost</u> - Secretary of State - Election advertising expenses	(\$36,840)	\$0	\$0
<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>	<b>(\$39,229)</b>	<b>(\$4,921)</b>	<b>(\$5,069)</b>

<u>FISCAL IMPACT - Local Government</u>	FY 2005 (6 Mo.)	FY 2006	FY 2007
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\$0

\$0

\$0

FISCAL IMPACT - Small Business

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

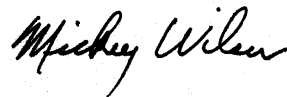
DESCRIPTION

Currently, the State Board of Education constitutes eight lay members whose terms of office are eight years each. Subject to voter approval, this proposed resolution changes from eight to six the number of lay members on the board. Further, the resolution alters the length of such terms to three years, with one reappointment possible. Also, the act seeks to alter from four to three the number of lay members which may be affiliated with any major political party. Lastly, the resolution seeks to add three active classroom teachers to the board, the terms of whom shall be three years with no reappointment potential.

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 Secretary of State  
Division of Elections  
Office of Administration  
Division of Budget and Planning  
Office the Governor  
Missouri Senate



Mickey Wilson, CPA  
Director  
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