

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2566-01
Bill No.: SB 692
Subject: Education, Elementary and Secondary: Kansas City
Type: Original
Date: April 6, 2007

Bill Summary: Authorizes additional school districts to create charter schools and modifies entities that may sponsor a charter school.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on FTE	0	0	0

Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Elementary and Secondary Education (DES)** state that, based on provisional accreditation and 2006-2007 student enrollment, §160.400.2 would allow charter schools to be operated in the following districts:

Kansas City #33
Center #58
McDonald County R-I
Jennings
Normandy
Riverview Gardens
SSD of St. Louis County
St. Louis City

The proposal would open sponsorship possibilities to any private four-year college or university within the counties of St. Louis, St. Charles, Jackson, Buchanan, and It also opens up sponsorship possibilities to any public four-year college or university.

DES will require 2.0 FTE supervisors and 1.0 FTE data specialist to accommodate the additional charter schools that could potentially open in those provisionally accredited districts with over 2,000 students.

DES has no way to calculate the number of children currently being served by home schooling, private, or parochial settings that would move into the charter school setting and have never been counted for purposes of the foundation formula. The impact on the foundation formula could be significant.

Oversight assumes that most of the eligible areas already have available charter schools and that unless a significant number of new charter schools are started, additional staff will not be needed.

If a significant fiscal impact were to result, funds to support the program would be sought through the appropriations process.

Officials from the **University of Missouri, Lincoln University, Missouri State University, and University of Central Missouri** state this proposal has no direct fiscal impact on their respective institutions.

<u>FISCAL IMPACT - State Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<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.

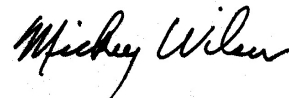
FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

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
Missouri State University
University of Central Missouri
University of Missouri
Lincoln University



Mickey Wilson, CPA
Director
April 6, 2007