

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3623-01
Bill No.: HB 1231
Subject: Education, Higher; Education, Elementary and Secondary; Interstate Cooperation
Type: Original
Date: March 13, 2006

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
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 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Higher Education** stated that the fiscal impact of this proposal is unknown as it is difficult to determine the number of Bright Flight eligible Missouri students that attend out-of-state institutions for the purpose of pursuing a program not offered in Missouri, at institutions which have reciprocal tuition agreements with Missouri. However, as Bright Flight is largely viewed as an entitlement, any increase in the number of recipients would have a negative fiscal impact on General Revenue.

Officials from the **University of Missouri** assumed the university would incur no additional costs as a result of this proposal.

Officials from **Truman State University** assume this proposal would have no fiscal impact on their organization.

Officials from **Missouri State University** and **Southeast Missouri State University** did not respond to our request for information.

ASSUMPTION (continued)

Oversight assumes this proposal would allow otherwise eligible Bright Flight scholarship students to receive a Bright Flight scholarship to attend a public college or university in another state for a program of study not available in Missouri, if the other state college or university has a reciprocal tuition agreement with Missouri. Because the Bright Flight Scholarship Program is currently fully using available funding, making additional students eligible would not increase program cost. Therefore, Oversight assumes this proposal would have no fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
	<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

This proposal would allow a student to use the Bright Flight scholarship program to attend a public college or university in another state when the program of study the student desires is not offered at any public college or university in this state, and the other public college or university is party to a reciprocal tuition agreement with Missouri.

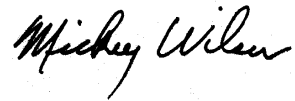
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Higher Education
University of Missouri
Truman State University

NOT RESPONDING

Missouri State University
Southeast Missouri State University

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
March 13, 2006