

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0462-03
Bill No.: HB 213
Subject: Education, Higher; Higher Education Department
Type: Original
Date: February 20, 2007

Bill Summary: This proposal requires institutions of higher education to report to the General Assembly about the steps the institution is taking to ensure intellectual diversity and the free exchange of ideas.

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 5 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 at the **Department of Higher Education** assume that according to this legislation, the Coordinating Board for Higher Education would be responsible for requiring each public institution to annually report to the general assembly a detailed description of measures taken to ensure intellectual diversity and the free exchange of ideas, which may have a fiscal impact on the institutions. In addition, the Coordinating Board for Higher Education may incur additional expenses associated with tracking related institutional policies and ensuring compliance with the statutory requirements. The fiscal impact is unknown.

Officials at the **Metropolitan Community College** assume an ongoing annual cost of approximately \$25,000.

Officials at the **University of Missouri, Linn State Technical College, Lincoln University** each assume minimal fiscal impact to their institutions from this proposal.

Officials at the **Truman State University** state they are unable to determine the fiscal impact for the University.

Officials at the **Missouri State University** assume under this proposal they would have to hire an ombudsman at an estimated cost of \$150,000 for the first year.

Officials at the **University of Central Missouri (UCM)** assume one full time staff position could easily be consumed in completing the report and a clerical assistant would have to be provided. A number of the suggested items for the report are already in place and additional efforts would result in duplication of existing policies, procedures or guidelines. Lastly, there is a requirement that students are notified annually that measures to promote intellectual diversity are in place and how to report alleged violations of policy. UCM has received the following cost estimates for fulfilling the requirements of this statutory mandate.

Staff:

Ombudsman (CJS 17)

New position	salary	\$49,503.00
	benefits	\$12,375.75
or modify existing Campus Advocate position	salary difference	\$ 7,772.00
	benefits difference	\$ 1,942.75

ASSUMPTION (continued)

Support staff (CJS 9)

New position	salary	\$19,202.00
	benefits	\$ 6,720.70

General operating budget: \$ 8,250.00

Office space: (400 square ft.) \$ 2,400.00

Total cost estimate for staff & office \$46,287.45 using existing position - \$98,451.45 new position

Printed materials:

Email to all students (comparatively small amount of staff time) \$ _

Inclusion in Calendar handbook or brochure (1 full page notice) \$ 500.00

Oversight assumes that the cost to the institutions to develop a report on diversity would be minimal and could be absorbed by the 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.

JH:LR:OD (12/06)

SOURCES OF INFORMATION

Department of Higher Education
Metropolitan Community College
Truman State University
University of Missouri
Linn State Technical College
Lincoln University
University of Central Missouri
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
February 20, 2007