

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1936-02
Bill No.: HCS for HB 771
Subject: Education, Elementary and Secondary: Elementary and Secondary Education
Department
Type: Original
Date: March 1, 2007

Bill Summary: Requires the total compensation package of school administrators to be reported on the Department of Elementary and Secondary Education and be posted on the Department's website.

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 from the **Department of Elementary and Secondary Education (DES)** state that there are approximately 80,000 certified educators reported in the Core Data System. To research, calculate, and report total compensation values to DES and on their district website might take the district staff members an average of 10 minutes per educator or a total of 13,333 hours. DES estimates a cost of \$133,333 for district staff time.

To modify DESE's data collection and reporting processes might take 80 hours at \$30 per hour for a total of \$2,400 of extra state staff time.

The proposal requires each school district to provide the information to parents, community members, the print and broadcast media, and legislators. These costs cannot be estimated but will likely be significant.

Oversight assumes the proposal requires administrators to report total compensation package information. According to the *2004-2005 Report of the Public Schools of Missouri*, the total number of superintendents, assistant superintendents, principals, assistant principals, and other central office administrators was 4,364. At ten minutes per administrator, the total staff time costs can be absorbed with existing resources. In addition, the proposal requires reporting of the total compensation package for the position of the highest paid classroom teacher and the average for all classroom teachers as well as other performance measures. **Oversight** assumes much of this data is already collected and reported in the *Report of Public Schools of Missouri*.

Oversight assumes any additional DES costs for data collection and reporting processes can be absorbed. Also, **Oversight** assumes the dissemination of information can either be shown on a school district website, if available, or be made readily accessible to interested parties.

Officials from the **Fair Grove School District** assume this proposal would not impact any fiscal liability to their district.

Officials from the **Francis Howell School District** assume there would be additional cost associated with providing the information required to parents, community members, the print and broadcast media, and legislators, if the legislation's intent is to provide this information in hard copy format. A mailing to their community costs approximately \$9,000, not including the printing.

Oversight assumes the required information can be posted on the school website.

<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.

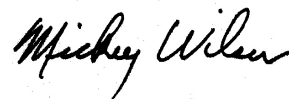
FISCAL DESCRIPTION

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
School Districts
Fair Grove
Francis Howell



Mickey Wilson, CPA
Director

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