COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 5779-01 Bill No.: HB 2577

Subject: Education, Higher; State Employees

<u>Type</u>: Original

<u>Date</u>: April 25, 2016

Bill Summary: This proposal requires the Department of Higher Education to create

guidance regarding notice of public employee eligibility for public service loan forgiveness and requires school districts to inform employees of such

eligibility.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2017	FY 2018	FY 2019	
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2017	FY 2018	FY 2019	
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0	

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2017	FY 2018	FY 2019	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)				
FUND AFFECTED	FY 2017	FY 2018	FY 2019	
Total Estimated Net Effect on FTE	0	0	0	

☐ Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2017	FY 2018	FY 2019	
Local Government	\$0	\$0	\$0	

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FISCAL ANALYSIS

ASSUMPTION

Oversight was unable to receive some of the agency responses in a timely manner due to the short fiscal note request time. Oversight has presented this fiscal note on the best current information that we have or on prior year information regarding a similar bill. Upon the receipt of agency responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval of the chairperson of the Joint Committee on Legislative Research to publish a new fiscal note.

Oversight notes this proposal requires the Department of Higher Education to create guidance regarding notice of public employee eligibility for public service loan forgiveness. Oversight notes this proposal requires all school district to provide the said notice to all employees. Oversight assumes the creation and dissemination of the notice can be done using the school district's existing resources.

Officials at the **Department of Higher Education** assume that creation of the guidance notice can be done with existing staff and resources.

Officials at the **Department of Elementary and Secondary Education (DESE)** assume there is no fiscal impact from this proposal. DESE defers to the school district for any fiscal impact they may experience.

Officials at the Kansas City, New Haven, Macon County R-IV, Malta Bend, Pettis County R-XII, West Plains and Wright City R-II school districts each assume there is no fiscal impact from this proposal.

FISCAL IMPACT - State Government	FY 2017 (10 Mo.)	FY 2018	FY 2019
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2017 (10 Mo.)	FY 2018	FY 2019
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

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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 direct 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
Department of Higher Education
Kansas City Public Schools
Macon County R-IV School District
Malta Bend School District
New Haven School District
Pettis County R-XII School District
West Plains School District
Wright City R-II School District

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Director

April 25, 2016

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