

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0630-01
Bill No.: HB 102
Subject: Professional Registration and Licensing; Department of Elementary and Secondary Education
Type: Original
Date: January 18, 2017

Bill Summary: This proposal provides that music therapists who have completed certain education and training requirements shall be deemed a certified music therapist by the Department of Elementary and Secondary Education for the purpose of providing certain services.

FISCAL SUMMARY

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND | | | |
|--|--------------------|--------------------|--------------------|
| FUND AFFECTED | FY 2018 | FY 2019 | FY 2020 |
| General Revenue | (\$170,000) | (\$170,000) | (\$170,000) |
| Total Estimated Net Effect on General Revenue | (\$170,000) | (\$170,000) | (\$170,000) |

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS | | | |
|---|----------------|----------------|----------------|
| FUND AFFECTED | FY 2018 | FY 2019 | FY 2020 |
| | | | |
| | | | |
| 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 2018 | FY 2019 | FY 2020 |
| | | | |
| | | | |
| Total Estimated Net Effect on <u>All</u> Federal Funds | \$0 | \$0 | \$0 |

| ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE) | | | |
|---|----------|----------|----------|
| FUND AFFECTED | FY 2018 | FY 2019 | FY 2020 |
| | | | |
| | | | |
| 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 2018 | FY 2019 | FY 2020 |
| Local Government | \$0 | \$0 | \$0 |

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Elementary and Secondary Education (DESE)** state currently, music therapy is not a covered service under First Steps. The addition of this service as a covered service via this legislation would increase the costs of the program. To determine the fiscal impact, we averaged three of our current services that are infrequently utilized (counseling, vision and audiology) for an estimated 2,500 hours/year for music therapy services. Assuming the rate will be the same as other therapies (\$68/hr.), DESE assumes a fiscal impact of \$170,000/year.

In addition, DESE would need to create an application and certificate in the Educator Certification System. An anticipated cost to do this would most likely be around \$35,000. An additional .25 FTE data specialist would be required to complete the work.

Many bills considered by the general assembly include provisions allowing or requiring additional FTE's to implement the act. DESE is provided with core leased space to handle a certain amount of normal activity resulting from each year's legislative session. The fiscal impact for leased space for new FTE's for this fiscal note is a small amount and DESE does not expect that additional leased space would be required. However, DESE recognizes that many such bills may be passed by the general assembly in a given year and that collectively, the costs may be in excess of what our office can sustain with current leased space. Therefore, DESE reserves the right to request funding for the cost of expanding FTE, including space, should the need arise based on a review of the bills signed by the governor.

Oversight assumes for fiscal note purposes that DESE would not hire .25 FTE and would accomplish duties related to this proposal with existing resources.

Officials from the **Department of Insurance, Financial Institutions and Professional Registration** assume the proposal will have no fiscal impact on their organization.

| <u>FISCAL IMPACT - State Government</u> | FY 2018 (10 Mo.) | FY 2019 | FY 2020 |
|---|---------------------------|---------------------------|---------------------------|
| GENERAL REVENUE | | | |
| <u>Cost - DESE</u> Music Therapy Services | <u>(\$170,000)</u> | <u>(\$170,000)</u> | <u>(\$170,000)</u> |
| ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND | <u>(\$170,000)</u> | <u>(\$170,000)</u> | <u>(\$170,000)</u> |
| <u>FISCAL IMPACT - Local Government</u> | FY 2018 (10 Mo.) | FY 2019 | FY 2020 |
| | <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.

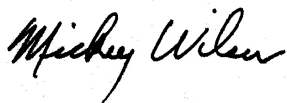
FISCAL DESCRIPTION

This proposal allows a music therapist who has completed specific training and examination requirements to be deemed certified by the Department of Elementary and Secondary Education for the purpose of providing music therapist services within the First Steps program.

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 Insurance, Financial Institutions and Professional Registration
Department of Elementary and Secondary Education



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Director
January 10, 2017

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January 10, 2017