

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2930H.01I
Bill No.: HB 1361
Subject: Education, Elementary and Secondary; Department of Elementary and Secondary
Education; Athletics; Children and Minors
Type: Original
Date: March 9, 2025

Bill Summary: This proposal provides for a transfer board to be responsible for handling appeals of decisions made by statewide activities associations.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Total Estimated Net Effect on FTE	0	0	0

- ☐ Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.
- ☐ Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Section 161.028 - Rue Wells Act

Officials from the **Missouri House of Representatives (MHR)** assume the proposal will have a possible unknown fiscal impact. The legislation doesn't specify whether the House members serving on the board receive reimbursement for reasonable expenses for attending meetings or if they can and will be virtual. MHR assume they will seek travel reimbursement for any days they would have to meet outside of the legislative session. Mileage is paid per round trip. The average mileage for House members is 265 miles and the rate is .655. Reimbursement could be needed for 3 members, \$520.73 (265x.655x3). The estimated impact is unknown because MHR do not know the frequency or timing of any appeals the board may receive.

Officials from the **Missouri Senate** assume a negative fiscal impact to reimburse 3 Senators for travel to Transfer Board meetings. In summary, it will cost approximately \$501.08 each time the board meets to review an appeal.

Officials from the **Office of the Governor** assume this bill adds to the Governor's current load of appointment duties. Individually, additional requirements should not fiscally impact the Office of the Governor. However, the cumulative impact of additional appointment duties across all enacted legislation may require additional resources for the Office of the Governor.

Oversight notes the proposal creates a Transfer Board. Oversight notes the Missouri Senate anticipates cost up to \$520.73 per each meeting for reimbursement of three senators, to handle appeals. Oversight assumes there would be similar cost for the Missouri House of Representatives and Office of the Governor appointee.

Oversight is unsure how many meetings the Transfer Board will be attending per year. Therefore, for information purposes, Oversight reflects meetings cost ranging from 4 times a year to 12 times a year in the table below (to represent meetings attendance 4 times a year or monthly).

Meetings per year	Costs
4 meetings	\$2,083
12 meetings	\$6,249

Oversight assumes the Missouri House of Representatives, the Missouri Senate and the Office of the Governor is provided with core funding to handle a certain amount of activity each year. Oversight assumes the Missouri House of Representatives, the Missouri Senate and the Office of the Governor could absorb the costs related to this proposal. If multiple bills pass which require additional staffing and duties at substantial costs, the Missouri House of Representatives, the

Missouri Senate and the Office of the Governor could request funding through the appropriations process.

Officials from **East Buchanan Co. C-1 School District** assume this will extend the appeal process, requiring more administrative time to be spent on athletic placements vs. academics. This has an indirect financial impact by causing more administrative time to be spent on non-academic matters.

Oversight assumes East Buchanan Co. C-1 School District could absorb the costs related to this proposal.

Officials from the **Department of Elementary and Secondary Education, Office of the Secretary of State**, and the **Joint Committee on Administrative Rules** assume the proposal will have no fiscal impact on their organization. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note.

Oversight received a limited number of responses from school districts related to the fiscal impact of this proposal. Oversight has presented this fiscal note on the best current information available. Upon the receipt of additional responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval to publish a new fiscal note.

<u>FISCAL IMPACT – State Government</u>	FY 2026 (10 Mo.)	FY 2027	FY 2028
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2026 (10 Mo.)	FY 2027	FY 2028
	<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 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

Office of the Secretary of State

Joint Committee on Administrative Rules

East Buchanan Co. C-1 School District

Office of the Governor

Missouri Senate

Missouri House of Representatives



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