

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5892H.011
Bill No.: HB 2403
Subject: Elementary and Secondary Education; Department of Elementary and Secondary Education; Athletics; Children and Minors
Type: Original
Date: February 25, 2026

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 2027	FY 2028	FY 2029
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS

FUND AFFECTED	FY 2027	FY 2028	FY 2029
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 2027	FY 2028	FY 2029
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)

FUND AFFECTED	FY 2027	FY 2028	FY 2029
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 2027	FY 2028	FY 2029
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

§161.028 – Rue Wells Act

Officials from the **Missouri State Senate** anticipates a negative fiscal impact to reimburse 3 Senators for travel to Missouri Ireland Trade Commission meetings. In summary, it will cost approximately \$535.50 each time the board meets to review an appeal.

Oversight notes §620.4100.4 states members of the commission shall serve without compensation but may be reimbursed for expenses actually incurred in the performance of their duties, within the limits of funds available to the commission for such purposes.

Using an estimate provided by the Senate of \$535.50 of reimbursable expenses (travel, etc.) for 3 members per appeal, this would equate to \$2,142 (535.50×4) per year if each task force reviews four appeals. Some members will not incur the expense if already based where the meetings occur; however, other members may incur more than estimated reimbursable expense. Therefore, Oversight assumes the expenses of the Commission will not reach a material threshold.

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.

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

In response to similar legislation, HB 1361 (2025), officials from **East Buchanan Co. C-1 School District** assumed 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 only reflects the responses that we have received from state agencies and political subdivisions; however, other school districts were requested to respond to this proposed legislation but did not. 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. A general listing of political subdivisions included in our database is available upon request.

<u>FISCAL IMPACT – State Government</u>	FY 2027 (10 Mo.)	FY 2028	FY 2029
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2027 (10 Mo.)	FY 2028	FY 2029
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT – Small Business

No direct fiscal impact on small businesses would be expected as a result of this proposal.

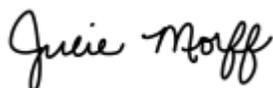
FISCAL DESCRIPTION

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



Julie Morff
 Director
 February 25, 2026



Jessica Harris
 Assistant Director
 February 25, 2026