



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2025 Biennium

Bill information:

HB0382 - Revise education laws related to career and technology student organizations (Oblander, Greg)

Status: As Introduced - Revised

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

| | <u>FY 2024 Difference</u> | <u>FY 2025 Difference</u> | <u>FY 2026 Difference</u> | <u>FY 2027 Difference</u> |
|---|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| Expenditures: | | | | |
| General Fund | \$1,500,000 | \$1,500,000 | \$1,500,000 | \$1,500,000 |
| Revenue: | | | | |
| General Fund | \$0 | \$0 | \$0 | \$0 |
| Net Impact-General Fund Balance: | (\$1,500,000) | (\$1,500,000) | (\$1,500,000) | (\$1,500,000) |

Description of fiscal impact: HB 382 revises the allocation of funding between the career and technology student organizations and provides purposes for distributed funds for the state-level strengthening career and technology student organizations program. HB 382 establishes reporting requirements and an appropriation of \$1.5 million in each year of the biennium and intends for the appropriation to be included in base for the next legislative session. HB 2 also includes \$553,000 for these purposes.

FISCAL ANALYSIS

Assumptions:

1. Currently, there is an appropriation for this program of \$553,000 per year in the Office of Public Instruction (OPI) HB 2 budget. This bill appropriates \$1,500,000 in each year of the 2025 biennium with legislative intent for this to be base funding in the future for total funding for this purpose of \$2,053,000.
2. Section 1 of HB 382 directs the Superintendent of Public Instruction to distribute grants to each state-approved career and technology student organization (CTSO) by November 1 each year. The bill establishes a base amount of \$75,000 for support to support the position of state director for each CTSO. The OPI currently provides a base amount of \$55,000 per CTSO.
3. There are seven state approved CTSOs: Health Occupations Students of America (HOSA); Business Professional of America (BPA); Distributive Education Clubs of America (DECA); Skills USA; Technology

Student Association (TSA); FFA Agriculture Education; and Family, Career and Community Leaders of America (FCLA).

4. Each CTSO would receive \$75,000 totaling \$525,000 base funding. This amount of funding would be covered by the HB 2 authority of \$553,000 with \$28,000 balance remaining to distribute with the \$1.5 million appropriation in HB 382.
5. The bill requires the remaining funds be evenly allocated between the seven state approved CTSOs allowing an additional \$1,528,000 would be distributed.
6. The purposes for which the funding can be used are modified in the bill.
7. The CTSOs receiving these funds are required to file an annual report with OPI specifying how the funds were expended related to the purposes in the bill. A program evaluation of the effectiveness of the program and measurable objectives pursuant to proposals submitted to receive the funding must also be submitted to OPI.
8. The Superintendent is required to report a summary of the CTSO reports to the Education Interim Committee.
9. The OPI will use current resources to implement a new E-grants application to be used for purposes of meeting the requirements of HB 382.

| | <u>FY 2024</u> <u>Difference</u> | <u>FY 2025</u> <u>Difference</u> | <u>FY 2026</u> <u>Difference</u> | <u>FY 2027</u> <u>Difference</u> |
|---|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| <u>Fiscal Impact:</u> | | | | |
| <u>Expenditures:</u> | | | | |
| Grants | \$1,500,000 | \$1,500,000 | \$1,500,000 | \$1,500,000 |
| TOTAL Expenditures | <u>\$1,500,000</u> | <u>\$1,500,000</u> | <u>\$1,500,000</u> | <u>\$1,500,000</u> |
| <u>Funding of Expenditures:</u> | | | | |
| General Fund (01) | \$1,500,000 | \$1,500,000 | \$1,500,000 | \$1,500,000 |
| TOTAL Funding of Exp. | <u>\$1,500,000</u> | <u>\$1,500,000</u> | <u>\$1,500,000</u> | <u>\$1,500,000</u> |
| <u>Revenues:</u> | | | | |
| General Fund (01) | \$0 | \$0 | \$0 | \$0 |
| TOTAL Revenues | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| <u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u> | | | | |
| General Fund (01) | (\$1,500,000) | (\$1,500,000) | (\$1,500,000) | (\$1,500,000) |



Sponsor's Initials

Date



Budget Director's Initials

2-23-23

Date