

STATE

CONDITIONAL FISCAL IMPACT

Drafting Number: LLS 10-0537

Date: January 12, 2010

Prime Sponsor(s): Sen. Johnston

Bill Status: Senate Education

Rep. Merrifield

Fiscal Analyst: David Porter (303-866-4375)

TITLE: CONCERNING REQUIRING THE DEPARTMENT OF EDUCATION TO PREPARE AN ANNUAL REPORT ANALYZING EDUCATOR PREPARATION PROGRAM EFFECTIVENESS USING DATA OBTAINED THROUGH THE EDUCATOR IDENTIFIER SYSTEM.

Fiscal Impact Summary	FY 2010-2011	FY 2011-2012
State Revenue		
Cash Funds		
State Preparation and Readiness of Educators Program Fund*	\$ 18,932	\$ 16,729
State Expenditures		
Cash Funds		
State Preparation and Readiness of Educators Program Fund*	\$ 13,993	\$ 11,993
FTE Position Change	0.3 FTE	0.3 FTE
Effective Date: August 11, 2010, assuming the General Assembly adjourns May 12, 2010, as scheduled and no referendum petition is filed.		
Appropriation Summary for FY 2010-2011: None required.		
School District Impact: None.		

* State revenue and expenditures are conditional, contingent on support from federal funds and gifts, grants, and donations. State revenue exceeds state expenditures in order to pay for costs noted in the Expenditures Not Included section of this fiscal note.

Summary of Legislation

This bill requires the Colorado Department of Education (CDE) to prepare an annual report on the effectiveness of teacher preparation programs as indicated by teacher performance during the first three years of placement. The report must examine the correlation between teacher preparation programs in the state and student achievement, teacher placement, and teacher mobility and retention.

The report is due by July 1 of each year, beginning in 2011. The bill creates the State Preparation and Readiness of Educators Program Fund for the receipt of both federal funds and gifts, grants, and donations. Implementation of this bill is dependent on the receipt of sufficient funds and may not be paid for with General Fund moneys.

State Revenue

State revenue of at least \$18,932 in FY 2010-11 and \$16,729 in FY 2011-12 is required to implement this bill. Actual revenue received is *conditional*, contingent upon the CDE successfully obtaining moneys from federal sources or from gifts, grants, and donations. No gifts, grants, or donations have been identified at this time. The state revenue shown here assumes that the state will receive sufficient moneys to meet both the costs discussed in the State Expenditures section of this fiscal note and the costs identified in the Expenditures Not Included section.

State Expenditures

Analyzing data and reporting on the effectiveness of teacher preparation programs, as required by the bill, will increase state expenditures by an estimated \$13,993 and 0.3 FTE in FY 2010-11 and \$11,993 each year thereafter. All expenditures are within the CDE and are *conditional*, contingent upon receipt of federal or other moneys. The bill will not be implemented unless sufficient funds are received. The bill's costs are shown in Table 1 and discussed below.

Table 1. Expenditures Under SB10-036		
Cost Components	FY 2010-11	FY 2011-12
Personal Services	\$11,993	\$11,993
<i>FTE</i>	<i>0.3</i>	<i>0.3</i>
Stakeholder Meetings (5 meetings at \$400)	2,000	0
TOTAL	\$13,993	\$11,993

- ▶ **Personal Services (0.3 General Professional I)**– Approximately 600 hours are required each year for an individual to gather and analyze the appropriate data and creating the required report. In the first year, the individual will also help develop the program's rules.
- ▶ **Stakeholder Meetings** – Stakeholder meetings will be held in each of the 5 regions of the state to discuss the proposed rules and implementation of the legislation. Meetings will drive travel and facility costs.

Since the State Preparation and Readiness of Educators Program Fund is continuously appropriated to the CDE, the bill does not require an appropriation.

Expenditures Not Included

Pursuant to a Joint Budget Committee policy, certain costs associated with this bill are addressed through the annual budget process and centrally appropriated in the Long Bill or supplemental appropriations bills, rather than in this bill. The centrally appropriated costs subject to this policy are summarized in Table 2.

Table 2. Expenditures Not Included Under SB10-036*		
Cost Components	FY 2010-11	FY 2011-12
Employee Insurance (Health, Life, Dental, and Short-term Disability)	\$2,130	\$2,130
Supplemental Employee Retirement Payments	446	543
Indirect Costs	2,099	1,799
Worker's Compensation and Risk Management	264	264
TOTAL	\$4,939	\$4,736

**More information is available at: <http://www.colorado.gov/cs/Satellite/CGA-LegislativeCouncil/CLC/1200536133924>*

State Appropriations

No new state appropriations are required. Moneys affected by this bill are continuously appropriated.

Departments Contacted

Education