

  
*Colorado Legislative Council Staff Fiscal Note*  
**LOCAL**  
**FISCAL IMPACT**

**Drafting Number:** LLS 11-0083  
**Prime Sponsor(s):** Sen. Spence  
 Rep. Massey

**Date:** January 27, 2011  
**Bill Status:** Senate SVMA  
**Fiscal Analyst:** Josh Abram (303-866-3561)

**TITLE:** CONCERNING THE OUTSOURCING OF NONINSTRUCTIONAL SUPPORT SERVICES IN SCHOOL DISTRICTS.

Fiscal Impact Summary	FY 2011-2012	FY 2012-2013
<b>State Revenue</b>		
<b>State Expenditures</b>		
<b>FTE Position Change</b>		
<b>Effective Date:</b> Upon signature of the Governor, or upon becoming law without his signature.		
<b>Appropriation Summary for FY 2011-2012:</b> None required.		
<b>School District Impact:</b> See School District Impact section.		

**Summary of Legislation**

No later than September 30, 2011, each school district with an enrollment of 10,000 students or more must conduct a review of the district's non instructional support services. Such services include, but need not be limited to, custodial, food services, transportation, grounds maintenance, printing, and technology repair. Districts are required to seek competitive bids for these services from independent sources. The bid process must be posted on the district's website, and, no later than November 1, 2011, the district must present the results of the bidding process at a public meeting.

A district is exempt from these requirements if a collective bargaining agreement or other existing contractual obligation precludes it from doing so; however, when those agreements expire, the district must comply.

**Background**

Currently, 19 districts are affected by the bill, as identified in Table 1.

<b>Table 1. Colorado School Districts with 10,000 or More Students</b>	
<b>District</b>	<b>2010 Enrollment</b>
Jefferson County	81,191
Denver Public Schools	72,770
Douglas County	57,945
Cherry Creek	49,395
Adams County 12	40,191
Aurora Public Schools	35,565
Colorado Springs D11	28,244
Boulder Valley	28,148
Poudre Valley	25,496
St. Vrain Valley	25,493
Academy	21,888
Mesa County	21,025
Greeley District 6	18,574
Pueblo City Schools	17,234
Littleton Public Schools	15,054
Thompson	14,470
Brighton	14,228
Falcon	14,027
Harrison	10,358

### **School District Impact**

The bill has potential to impact support services in any school district with at least 10,000 students. In the short run, some amount of existing district resources will be diverted to review all non instructional support services prior to the September 30, 2011, deadline. Once the reviews are completed, these 19 districts are required to prepare Requests for Proposals (RFP) and obtain bids for these services. This will add workload to district purchasing departments. If competitive bids for non instructional services can be obtained for less money than is currently spent for these services, the district will realize a cost savings; however, no estimate of this savings is available.

### **Departments Contacted**

Education