

**LEGISLATIVE FISCAL OFFICE**

**Fiscal Note**



Fiscal Note On: **SB 504** SLS 08RS 520  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> April 21, 2008 4:08 PM	<b>Author:</b> NEVERS
<b>Dept./Agy.:</b> Board of Elementary and Secondary Education	<b>Analyst:</b> Mary Kathryn Drago
<b>Subject:</b> Industry-based certifications	

BESE OR SEE FISC NOTE EX Page 1 of 1

Requires BESE to develop and implement competency-based testing for secondary school students who earn industry-based certifications. (8/15/08)

The proposed legislation requires the Board of Elementary and Secondary Education (BESE) to adopt and implement a program to administer a competency-based examination to secondary school students who earn an industry-based certification. The legislation further requires BESE to seek advice and input from industry when developing such examinations to ensure alignment between the examination and workforce needs.

EXPENDITURES	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
REVENUES	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

There is no anticipated direct material effect on local governmental expenditures as a result of this measure. Local school systems currently administer competency-based examinations to students seeking industry-based certification (IBC).

This fiscal note assumes that the local school systems will continue to use the tests that are currently being administered to students seeking industry-based certification. However, the legislation requires the Board of Elementary and Secondary Education (BESE) to seek advice and input from industry when developing such examinations to ensure alignment between the examination and workforce needs. According to the Department of Education, the tests that are administered to students are the same tests that are given in the industry. Currently, there are 42 industry-based certifications offered. If BESE were required to develop a test, State General Fund expenditures would increase significantly to develop a new IBC test.

**REVENUE EXPLANATION**

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate  
 13.5.1 >= \$500,000 Annual Fiscal Cost

Dual Referral Rules

13.5.2 >= \$500,000 Annual Tax or Fee Change

House  
 6.8(F) >= \$500,000 Annual Fiscal Cost

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease

*H. Gordon Monk*

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**Legislative Fiscal Officer**