

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0437-01
Bill No.: SB 134
Subject: Licenses-Motor Vehicles; Revenue Dept., Law Enforcement Officers and
Agencies
Type: Original
Date: January 3, 2003

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Highway Fund	(\$5,705)	\$625	\$625
Total Estimated Net Effect on <u>Other</u> State Funds	(\$5,705)	\$625	\$625

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 6 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Local Government	\$313	\$375	\$375

FISCAL ANALYSIS

ASSUMPTION

Officials with the **Department of Public Safety** and **Department of Transportation** assume this proposal would have no impact on their agencies.

Officials with the **Department of Revenue (DOR)- Division of Motor Vehicle and Drivers Bureau (DVSB)** assume this proposal could have fiscal impact on their agency.

The DVSB cannot determine the number of plates that could be issued as a result of this legislation. Therefore, the revenue impact is based on the issuance of 100 plates. If the volume of applications for this plate type substantially exceed 100, the department may require additional appropriations.

DVSB notes that prior to last year specialty plates were developed, designed and provided to DOR by the Missouri Vocational Enterprises. The Missouri Vocational Enterprises recently contracted with a vendor to now provide all Missouri specialty plates. The costs will be shown for all specialty license plate bills accordingly.

ASSUMPTION (continued)

This contract requires DOR to pay:

- \$250 new plate design set-up fee
- \$50 per modification for a new plate design
- \$80 per revision to existing plate designs
- \$4.50 per plate for freight shipping to DOR

Additional postage is required to mail the plates from DOR to the offices.

DVSB assumes the following revenue for 100 plates issued:

	Highway	Cities	Counties
FY 04 (10 mo)	\$938	\$188	\$125
FY 05	\$1,125	\$225	\$150
FY 06	\$1,125	\$225	\$150
Total	\$3188	\$638	\$425

DVSB assumes their agency could incur the following cost:

Procedures, Forms and Envelopes	=	\$ 652
Postage	=	\$ 796
Plates and Tabs	=	<u>\$ 474</u>
Total		\$ 1,752

To implement this legislation, DOR could require additional funds. In the past, the programs included in this legislation have been paid for with highway funds. This year, however, highway funds may not be available for this purpose as a result of legislation enacted by the General Assembly in 2000 that limit the use of highway funds.

This limitation is found in Section 226.200.3, RSMo. It places a cap on the highway funding available to state departments other than the Department of Transportation. The total amount of highway funds appropriated to these other state departments (including DOR) cannot exceed the total amount of their fiscal year 2001 highway appropriations. This cap limits the highway funds that will be available for the implementation of this legislation.

If highway funds are not available, then another source of funding must be identified to pay for the cost of implementing this legislation.

ASSUMPTION (continued)

Officials with **DOR- Information and Technology Bureau (ITB)** assume that implementing this proposal could require 180 hours of overtime programming to modify the special plate reservation program, the renewal pull program for fees and the Uniform Field Office System. There are also additional cost for storage at the state data center.

The additional costs for ITB are:

	FY 04 (10mo)	FY 05	FY 06
Programming salaries	\$4,221	\$0	\$0
Record Storage	\$500	\$500	\$500

This proposal could increase state revenue through plate fees.

<u>FISCAL IMPACT - State Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
HIGHWAY FUND			
<u>Income-Department of Revenue</u>			
Plate Fees	<u>\$938</u>	<u>\$1,125</u>	<u>\$1,125</u>
<u>Cost- Department of Revenue</u>			
Programming- Salaries	(\$4,221)	\$0	\$0
Equipment and Expense	(\$2,422)	(\$500)	(\$500)
Total <u>Cost- DOR</u>	<u>(\$6,643)</u>	<u>(\$500)</u>	<u>(\$500)</u>
NET ESTIMATED EFFECT ON HIGHWAY FUND	<u>(\$5,705)</u>	<u>\$625</u>	<u>\$625</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
LOCAL FUNDS			
<u>Income-Cities</u>			
Plate Fees	<u>\$188</u>	<u>\$225</u>	<u>\$225</u>
<u>Income-Counties</u>			
Plate Fees	<u>\$125</u>	<u>\$150</u>	<u>\$150</u>
NET ESTIMATED EFFECT ON LOCAL FUNDS	<u>\$313</u>	<u>\$375</u>	<u>\$375</u>

FISCAL IMPACT - Small Business

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

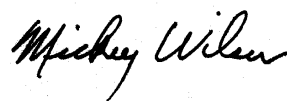
DESCRIPTION

This proposal would create a special license plate for any person wounded in the line of duty as a peace officer or a surviving spouse, parent, brother, sister or adult child of a person killed in the line of duty as a peace officer.

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 Revenue
Department of Public Safety
Department of Transportation



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Mickey Wilson, CPA
Director
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