

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0288-03
Bill No.: SB 164
Subject: Insurance Dept.; Economic Development Dept.; Licenses - Professional; Banks and Financial Institutions
Type: Original
Date: January 31, 2007

Bill Summary: Modifies various statutes to implement the Governor's executive order that created the Department of Insurance, Financial and Professional Regulation.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on FTE	0	0	0

- Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Administration (COA) - Administrative Hearing Commission, COA - Information Technology Systems Division (ITSD), Department of Economic Development, Department of Health and Senior Services, Department of Social Services, Office of the Governor, Office of State Auditor, Missouri Senate, and Office of State Treasurer** assume the proposal will have no fiscal impact on their organizations.

Officials from the **Office of Secretary of State (SOS)** state the fiscal impact for this proposal is less than \$2,500. The SOS does not expect that additional funding would be required to meet these costs. However, the SOS also recognizes that many such bills may be passed by the General Assembly in a given year and that collectively the costs may be in excess of what the SOS can sustain within its core budget. Therefore, the SOS reserves the right to request funding for the costs of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the Governor.

Officials from the **Department of Insurance, Financial and Professional Regulation (DIFP)** state the legislation will have no fiscal impact to the department. Any costs associated with the reorganization or implementation of provisions of this legislation will be covered under existing appropriations.

The proposal clarifies options available to boards and commissions seeking legal representation. These options are currently available and the legislation makes no changes that would require additional cost.

The proposal also sets consistent per diem language for all boards. This language allows flexibility and consistency for the division to make changes to per diem amounts through the regulation approval process and presents no fiscal impact to the department.

The Department of Insurance, Financial and Professional Regulation Fund was created administratively by the COA and is included in the FY 08 department budget request. Funds transferred to the DIFP admin fund create no additional fiscal impact as they are a fund switch from the Department of Economic Development admin fund.

ASSUMPTION (continued)

Officials from the **Department of Revenue (DOR)** state the Office of Administration Information Technology Services Division (COA ITSD DOR) estimates the information technology (IT) portion of this request can be accomplished within existing resources. However, if priorities shift, additional FTE/overtime would be needed to implement this proposal. COA ITSD DOR estimates that this legislation could be implemented utilizing one (1) existing CIT III for one (1) month at a rate of \$4,186 in order to make adjustments to DOR notices.

Officials from the **Office of Attorney General (AGO)** assume the AGO can absorb any additional costs associated with the proposal. As this proposal primarily involves technical rewriting of the statutes impacting the DIFP, the AGO does not anticipate that any of these technical changes will have a fiscal impact on the their organization.

<u>FISCAL IMPACT - State Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

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

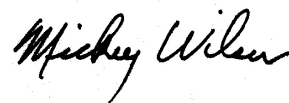
FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

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

Office of Attorney General
Office of Administration -
 Administrative Hearing Commission
 Information Technology Services Division
Department of Economic Development
Department of Insurance, Financial and Professional Regulation
Department of Health and Senior Services
Department of Revenue
Department of Social Services
Office of the Governor
Office of State Auditor
Missouri Senate
Office of Secretary of State
Office of State Treasurer



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January 31, 2007