

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1973-01
Bill No.: SB 431
Subject: Crimes and Punishment; Lotteries
Type: Original
Date: March 30, 2007

Bill Summary: This proposal bars sex offenders from winning the lottery.

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
Children's Trust	\$0 to Unknown	\$0 to Unknown	\$0 to Unknown
Total Estimated Net Effect on Other State Funds	\$0 to Unknown	\$0 to Unknown	\$0 to Unknown

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 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 **Department of Public Safety** assume the proposal would not fiscally impact their agency.

Officials from the **Missouri Lottery Commission (LOT)** assume the proposal would not have a fiscal impact on their agency as long as an automated interface can be accessed. LOT states mail-in claims are checked at the \$600 prize level, while winners who drive to the LOT offices for payment get checked at the \$5,000 and up prize level. The difference is due to the time it takes to run all the checks. LOT states they performed 3,410 checks in calendar 2006.

Oversight assumes the LOT and the Missouri Highway Patrol can develop an automated process in which LOT can check a winner's ID against a sex offender registry database. Oversight assumes this could potentially result in a unknown amount of prize money being forfeited into the Children's Trust Fund. Oversight will range the potential amount from \$0 to Unknown.

<u>FISCAL IMPACT - State Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
CHILDREN'S TRUST FUND			
<u>Income</u> - potential Lottery prize forfeiture from registered sex offenders	\$0 to <u>Unknown</u>	\$0 to <u>Unknown</u>	\$0 to <u>Unknown</u>
ESTIMATED NET EFFECT TO THE CHILDREN'S TRUST FUND	<u>\$0 TO UNKNOWN</u>	<u>\$0 TO UNKNOWN</u>	<u>\$0 TO UNKNOWN</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.

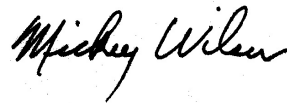
FISCAL DESCRIPTION

This proposal bars sex offenders from receiving any prize in connection with the state lottery. If such a person plays and wins the lottery, the prize is forfeited to the children's trust fund.

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

Missouri Lottery Commission
Department of Public Safety



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Director
March 30, 2007