

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0818-08  
Bill No.: HCS for SCS for SB 134  
Subject: Motor Vehicles: Licenses - Motor Vehicle; Revenue Department  
Type: Original  
Date: April 29, 2009

Bill Summary: This proposal changes specialty license plate procedures and authorizes numerous specialty license plates.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
General Revenue	(Unknown - Expected to be less than \$100,000)	(Unknown - Expected to be less than \$100,000)	(Unknown - Expected to be Less than \$100,000)
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>(Unknown - Expected to be less than \$100,000)</b>	<b>(Unknown - Expected to be less than \$100,000)</b>	<b>(Unknown - Expected to be Less than \$100,000)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Highway Fund	Unknown - Expected to be less than \$100,000	Unknown - Expected to be less than \$100,000	Unknown - Expected to be less than \$100,000
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>Unknown - Expected to be less than \$100,000</b>	<b>Unknown - Expected to be less than \$100,000</b>	<b>Unknown - Expected to be less than \$100,000</b>

Numbers within parentheses: ( ) indicate costs or losses. This fiscal note contains 7 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2010</b>	<b>FY 2011</b>	<b>FY 2012</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
<b>FUND AFFECTED</b>	<b>FY 2010</b>	<b>FY 2011</b>	<b>FY 2012</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

- 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).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2010</b>	<b>FY 2011</b>	<b>FY 2012</b>
<b>Local Government</b>	<b>Unknown - Expected to be less than \$100,000</b>	<b>Unknown - Expected to be less than \$100,000</b>	<b>Unknown - Expected to be less than \$100,000</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Transportation, Department of Natural Resources, Department of Public Safety - Missouri State Highway Patrol, and the Department of Corrections - Missouri Vocational Enterprises** state this proposal would have no fiscal impact on their respective agencies.

Officials from the **Department of Conservation (MDC)** assume this proposal will have no fiscal impact on MDC funds.

According to officials from the **Office of Secretary of State (SOS)**, many bills considered by the General Assembly include provisions allowing or requiring agencies to submit rules and regulations to implement the proposal. The SOS is provided with core funding to handle a certain amount of normal activity resulting from each year's legislative session. The fiscal impact for this fiscal note to the SOS for Administrative Rules is less than \$2,500.

**Oversight** assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriation process. Any decisions to raise fees to defray costs would likely be made in subsequent fiscal years.

#### §21.795, 301.2998 - Specialty license plate procedures

Officials from the **Department of Revenue (DOR)** state they will need to revise administrative policies.

**Oversight** assumes costs associated with revising administrative policies can be absorbed.

#### §301.165, 301.3155, 301.3157, 301.4005, 301.4006, 301.4010, 301.4016, 301.4018, 301.4020 - Specialty license plates

Officials from the **Missouri Veterans Commission** state this proposal will have no fiscal impact on their agency.

This proposed legislation provides authorization for nine specialized license plates. According to officials from **DOR**, the number of applicants who will wish to obtain these specialized plates are unknown. However, for each 100 of the individual specialty plate applications received,

ASSUMPTION (continued)

there will be an increase in revenue each year \$1,500 from the \$15 specialty plate fee of which 75% would be distributed to the Highway Fund, 15 % to cities, and 10% to counties. The one exception is the Brain Tumor Awareness Organization plate which has a \$25 specialty plate fee. DOR will need to revise procedures, update the TRIPS plate table, and request funding in the amount of \$1,500 for every 100 specialty applications received per application for plate set-up, postage, envelope, notification, and plate costs.

The **Office of Administration Information Technology (ITSD DOR)** estimates that this legislation could be implemented utilizing 1 existing CIT III's for 1 months at a rate of \$4,441/mo for a total cost of \$4,441. ITSD DOR estimates the IT portion of this request can be accomplished within existing resources; however; if priorities shift, additional FTE/overtime would be needed to implement.

<u>FISCAL IMPACT - State Government</u>	FY 2010 (10 Mo.)	FY 2011	FY 2012
<b>GENERAL REVENUE</b>			
<u>Cost - Department of Revenue (DOR) - Processing costs for specialty plates (\$301.165, 301.3157, 301.3158, 301.4005, 301.4006, 301.4010, 301.4016, 301.4018, 301.4020)</u>	(Unknown - Expected to be less than <u>\$100,000</u> )	(Unknown - Expected to be less than <u>\$100,000</u> )	(Unknown - Expected to be Less than <u>\$100,000</u> )
<b>ESTIMATED NET EFFECT ON GENERAL REVENUE</b>	<b><u>(Unknown - Expected to be less than \$100,000)</u></b>	<b><u>(Unknown - Expected to be less than \$100,000)</u></b>	<b><u>(Unknown - Expected to be Less than \$100,000)</u></b>



FISCAL IMPACT - Small Business

Organizations could see a positive fiscal impact from contributions after the initial \$5,000 application fee for a special license plate.

FISCAL DESCRIPTION

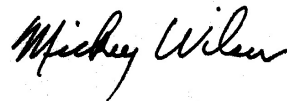
§301.165, 301.3157, 301.3158, 301.4005, 301.4006, 301.4010, 301.4016, 301.4018, 301.4020 - Specialty license plates

This proposal would provide authorization for the following specialty license plates: Brain Tumor Awareness Organization, Armed Forces Expeditionary Medal, Legion of Merit Medal, Missouri Bicycle Federation, Nixa Education Foundation, National Wild Turkey Federation, Missouri Stream Team Program, Missouri State D.A.R.E. Training Center, United State Submarine Incorporation.

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  
Missouri Veterans Commission  
Office of Secretary of State  
    Administrative Rules Division  
Department of Transportation  
Department of Natural Resources  
Department of Conservation  
Department of Public Safety  
    Missouri State Highway Patrol



Mickey Wilson, CPA  
Director

L.R. No. 0818-08  
Bill No. HCS for SCS for SB 134  
Page 7 of 7  
April 29, 2009

April 29, 2009

LMD:LR:OD (12/02)