

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 4001-03  
Bill No.: HB 1524  
Subject: Military Affairs  
Type: Original  
Date: February 23, 2010

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Bill Summary: This proposal revises laws concerning military forces and authorizes certain medals, badges and ribbons for the service of certain individuals.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
General Revenue	(\$15,575)	\$0	\$0
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>(\$15,575)</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Legal Expense	\$0 or (Unknown)	\$0 or (Unknown)	\$0 or (Unknown)
<b>Total Estimated Net Effect on Other State Funds</b>	<b>\$0 or (Unknown)</b>	<b>\$0 or (Unknown)</b>	<b>\$0 or (Unknown)</b>

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

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>FY 2013</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 2011</b>	<b>FY 2012</b>	<b>FY 2013</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 2011</b>	<b>FY 2012</b>	<b>FY 2013</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

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## **FISCAL ANALYSIS**

### ASSUMPTION

Officials from the **Office of the Governor, Department of Labor and Industrial Relations** as well as the **Department of Public Safety - Director's Office** and **Veterans' Commission** each assume the proposal would have no fiscal impact on their respective agencies.

Officials from the **Office of the Attorney General (AGO)** state the proposal states that members of the reserve forces and members of organized militia when called to active duty shall be considered state employees for Legal Expense Fund coverage. The AGO assumes that such individuals already have federal coverage and immunity when called to active duty. The AGO assumes that costs to the Legal Expense Fund would be \$0 to unknown, dependant on the number of successful claims.

Officials from the **Office of the Adjutant General (OTAG)** state sections 41.572 through 41.588 regarding ribbons would cost an additional \$15,575. OTAG assumes this cost would be incurred in FY 2011 from the General Revenue Fund.

Officials from the **Office of the Secretary of State (SOS)** assume many bills considered by the General Assembly include provisions allowing or requiring agencies to submit rules and regulations to implement the act. 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 Secretary of State's Office for Administrative Rules is less than \$2,500. The SOS recognizes that this is a small amount and does not expect that additional funding would be required to meet these costs. However, we also recognize 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 our office can sustain with our core budget. Therefore, we reserve the right to request funding for the cost of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the governor.

<u>FISCAL IMPACT - State Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
<b>GENERAL REVENUE FUND</b>			
<u>Costs - Office of the Adjutant General for Legion of Merit Medals, Staff Identification Badges, Missouri Iraq Campaign Ribbons, Missouri Afghanistan Campaign Ribbons, Missouri Kosovo Campaign Ribbons and the Missouri Vietnam Campaign Ribbons</u>	<u>(\$15,575)</u>	<u>\$0</u>	<u>\$0</u>
<b>ESTIMATED NET EFFECT TO THE GENERAL REVENUE FUND</b>	<b><u>(\$15,575)</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>
 <b>LEGAL EXPENSE FUND</b>			
<u>Costs - Office of the Attorney General Potential for additional costs resulting from Section 41.470.5 - stating members of the organized militia shall be considered state employees for purposes of the state legal expense fund</u>	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>
<b>ESTIMATED NET EFFECT TO THE LEGAL EXPENSE FUND</b>	<b><u>\$0 or (Unknown)</u></b>	<b><u>\$0 or (Unknown)</u></b>	<b><u>\$0 or (Unknown)</u></b>
 <u>FISCAL IMPACT - Local Government</u>			
	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<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 bill changes the laws regarding military forces and authorizes certain medals, badges, and ribbons for outstanding military performance and for service in direct support of several military campaigns. In its main provisions, the bill:

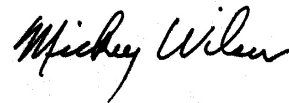
- (1) Defines "primary next of kin" as in order of precedence, surviving spouse, eldest child, father or mother, eldest brother or sister, or eldest grandchild as it relates to the Uniform Code of Military Justice;
- (2) Requires members of the state militia, including its reserve forces, to be considered state employees for purposes of the State Legal Expense Fund and for workers' compensation coverage when they are ordered to active military duty or called to duty by the Governor;
- (3) Authorizes the Governor, upon the recommendation of the Adjutant General, to present a Legion of Merit Medal to individuals who have exceptionally meritorious conduct in the performance of outstanding military service and achievement reflecting honorably and creditably upon the state;
- (4) Authorizes the Adjutant General to present a Missouri Adjutant General Staff Identification Badge to an individual based on demonstrated outstanding performance of duty; and
- (5) Authorizes the Governor, upon the recommendation of the Adjutant General, to present a campaign ribbon to individuals who have served in direct support of several military campaigns. The ribbons include a Missouri Iraq Campaign Ribbon, a Missouri Afghanistan Campaign Ribbon, a Missouri Kosovo Campaign Ribbon, and a Missouri Vietnam Campaign Ribbon.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

L.R. No. 4001-03  
Bill No. HB 1524  
Page 6 of 6  
February 23, 2010

SOURCES OF INFORMATION

Department of Public Safety  
Office of the Governor  
Office of the Attorney General  
Office of the Secretary of State  
Department of Labor and Industrial Relations



Mickey Wilson, CPA  
Director  
February 23, 2010