

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 5037-05  
Bill No.: SCS for SB 673  
Subject: Motor Vehicles; Licenses - Driver's; Revenue Department  
Type: Original  
Date: March 30, 2012

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Bill Summary: This proposal allows temporary motorcycle instruction permit holders to renew such permits only 2 additional times and applies permit restrictions to all holders, regardless of age.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

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

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>FY 2015</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 2013</b>	<b>FY 2014</b>	<b>FY 2015</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 2013</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Public Safety - Missouri Highway Patrol** assume the proposal will have no fiscal impact on their organization.

In response to a previous version, officials from the **Department of Transportation** assumed the proposal would have no fiscal impact on their organization.

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.

Officials from the **Joint Committee on Administrative Rules** state this legislation is not anticipated to cause a fiscal impact beyond its current appropriation.

Officials from the **Department of Revenue (DOR) - Driver License Bureau (DLB)** estimate the proposed changes will require draft of updates to web site information, office procedures, and the Missouri Motorcycle Operator's Manual and Missouri Driver Manual (on-line and printed versions). It will also require development of Missouri Electronic Driver License issuance system.

It is assumed these changes will be included upon next review and reorder and will not require additional costs for destruction of the prior manuals and reissuance of updated manuals.

### **FY 13**

Administrative Analyst -	120 hrs @ \$24 per hr =	\$2,880
Management Analyst Specialist II -	160 hrs @ \$23 per hr =	\$3,680
Revenue Band Manager -	40 hrs @ \$30 per hr =	<u>\$1,200</u>
	<b>Total =</b>	<b>\$7,760</b>

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ASSUMPTION (continued)

Personnel costs for the Personnel Services Bureau for updating of DLB related forms, procedures and manuals and updating of web site information related to the motorcycle permit.

Administrative Analyst III	20 hrs@ \$22 per hr =	\$ 440
2 Management Analysis Specialist I -	80 hrs@ \$21 per hr =	<u>\$1,680</u>
<b>Total =</b>		<b>\$2,120</b>

Officials from the **Department of Revenue - Information Technology-OA-ITSD** state that their response to a proposal similar to or identical to this one in a previous session indicated the Department planned to absorb the administrative costs to implement the proposal. Due to budget constraints, reduction of staff and the limitations within the Department's driver license legacy systems, changes cannot be made without significant impact to the Department's resources and budget. Therefore, the IT portion of the fiscal impact is estimated with a level of effort valued at 80 full time employee hours or \$3,710.

In summary, DOR assumes a cost of \$13,590 (\$7,760 + \$2,120 + \$3,710) in FY 2013 to provide for the implementation of the changes in this proposal.

**Oversight** assumes DOR is provided with core funding to handle a certain amount of activity each year. Oversight assumes DOR could absorb some of the personal service cost related to this proposal. Oversight assumes some of DOR's anticipated work hours could be performed during the normal work day and not create an additional expense to their budget.

<u>FISCAL IMPACT - State Government</u>	FY 2013 (2 Mo.)	FY 2014	FY 2015
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2013 (2 Mo.)	FY 2014	FY 2015
	<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.

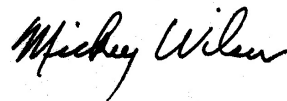
FISCAL DESCRIPTION

This proposal allows holders of temporary motorcycle instruction permits to only renew such permits two additional times (for a total permit period of 18 months). The proposal also applies the same renewal restriction to temporary driver instruction permits. If a temporary driver instruction permit includes a motorcycle endorsement, then the temporary driver instruction permit with the motorcycle endorsement shall only be valid for 6 months (not 12 months as it is under current law) and may only be renewed two additional times (for a total of 18 months). The proposal also removes the motorcycle engine size restriction and the 50 mile operating restriction from the temporary motorcycle instruction permit. In addition, the proposal applies the two remaining restrictions (passenger restriction and night-time operation restriction) that currently only apply to permit holders under the age of 16 to all temporary motorcycle instruction permit holders, regardless of age. The proposal has an effective date of May 1, 2013.

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  
Office of the Secretary of State  
Joint Committee on Administrative Rules



Mickey Wilson, CPA  
Director  
March 30, 2012