

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5915-01
Bill No.: HB 1900
Subject: State Departments; Administration, Office of; Elementary and Secondary Education Department; Social Services Department
Type: Original
Date: March 21, 2012

Bill Summary: This proposal restructures various statutory provisions based on executive branch reorganizations.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
General Revenue	Unknown over \$100,000	Unknown over \$100,000	Unknown over \$100,000
Total Estimated Net Effect on General Revenue Fund	Unknown over \$100,000	Unknown over \$100,000	Unknown over \$100,000

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

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

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
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 2013	FY 2014	FY 2015
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials at the **Budget and Planning (BAP)** assume the proposal should not result in additional costs or savings to BAP. Statewide, this bill will not impact Total State Revenue; additionally, it should not have any fiscal impact as it is simply codifying previous executive branch reorganizations in statute.

Officials at the **Administrative Hearing Commission, Alcohol & Tobacco Control, Capitol Police, Department of Agriculture, Department of Conservation, Department of Corrections, Department of Elementary and Secondary Education, Department of Health and Senior Services, Department of Higher Education, Department of Insurance, Financial Institutions and Professional Registration, Department of Labor and Industrial Relations, Department of Mental Health, Department of Natural Resources, Department of Revenue, Department of Social Services, Fire Safety, Joint Committee on Administrative Rules, Joint Committee on Public Employee Retirement, Missouri Consolidated Health Care Plan, Missouri Department of Transportation, Missouri Ethics Commission, Missouri Highway Patrol, Missouri Gaming Commission, Missouri Lottery, Missouri Senate, Missouri Veterans Commission, MoDOT & Patrol Employees' Retirement System, Office of Administration, Office of the Governor, Office of Prosecution Services, Office of State Courts Administrator, Office of the State Auditor, Office of the State Public Defender, Office of State Treasurer, State Emergency Management Agency and the State Tax Commission** assume there is no fiscal impact from this proposal.

Officials at the **Department of Economic Development (DED)** assume sections 620.1100-620.1103 are deleted, which eliminates the Youth Opportunity and Violence Prevention Program. DED has determined the elimination of these sections, in total, will impact the department's ability to administer the Youth Opportunities Tax Credit program; and therefore, would result in an unknown positive impact over \$100,000.

The potential positive fiscal impact as a result of the eliminated program is based on estimates of the range of potential positive fiscal impact, with the high end of the range represented by the applicable program cap and the low end represented by the average annual authorizations of tax credits under the applicable programs for fiscal years 2008 through 2010. This range reflects the fact although in any fiscal years there is the potential for tax credit authorizations under these programs up to the applicable cap, the actual authorizations may be less than the cap amount. The range is \$5,011,536 - \$6,000,000.

ASSUMPTION (continued)

Officials from the **Office of the Secretary of State (SOS)** state 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 SOS 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, 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 office can sustain with the core budget. Therefore, the SOS reserves 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.

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.

<u>FISCAL IMPACT - State Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
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GENERAL REVENUE

<u>Savings- Dept of Economic Development administration of the tax credit</u>	<u>Unknown over</u> <u>\$100,000</u>	<u>Unknown over</u> <u>\$100,000</u>	<u>Unknown over</u> <u>\$100,000</u>
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ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>Unknown over</u> <u>\$100,000</u>	<u>Unknown over</u> <u>\$100,000</u>	<u>Unknown over</u> <u>\$100,000</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2013 (10 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 impacts the Youth Opportunity Tax Credit.

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

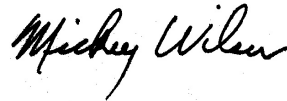
SOURCES OF INFORMATION

Administrative Hearing Commission
Alcohol & Tobacco Control
Budget and Planning
Capitol Police
Department of Agriculture
Department of Conservation
Department of Corrections
Department of Economic Development
Department of Elementary and Secondary Education
Department of Health and Senior Services
Department of Higher Education
Department of Insurance, Financial Institutions and Professional Registration
Department of Labor and Industrial Relations
Department of Mental Health
Department of Natural Resources
Department of Revenue
Department of Social Services
Fire Safety
Joint Committee on Administrative Rules
Joint Committee on Public Employee Retirement
Missouri Consolidated Health Care Plan
Missouri Department of Transportation
Missouri Ethics Commission
Missouri Highway Patrol
Missouri Gaming Commission
Missouri Lottery
Missouri Senate
Missouri Veterans Commission
MoDOT & Patrol Employees' Retirement System
Office of Administration
Office of the Governor

JH:LR:OD

SOURCES OF INFORMATION (continued)

Office of Prosecution Services
Office of State Courts Administrator
Office of the State Auditor
Office of the State Public Defender
Office of State Treasurer
State Emergency Management Agency
State Tax Commission

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
March 21, 2012