

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4166-04
Bill No.: Perfected SS for SB 575
Subject: Boards, Commissions, Committees, Councils; General Assembly; Licenses - Motor Vehicles; Mental Health Department
Type: Original
Date: April 8, 2014

Bill Summary: This proposal repeals a number of expired or obsolete committees.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
General Revenue	(Could exceed \$365,000)	(Could exceed \$365,000)	(Could exceed \$365,000)
Total Estimated Net Effect on General Revenue Fund	(Could exceed \$365,000)	(Could exceed \$365,000)	(Could exceed \$365,000)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Joint Contingency Fund	\$0*	\$0*	\$0*
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

* Costs to fund to be reimbursed by General Revenue, netting to zero.

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 7 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
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 2015	FY 2016	FY 2017
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

In response to a previous version of this proposal, officials from the **Missouri Highway Patrol**, the **Missouri House of Representatives**, the **Department of Mental Health**, the **Office of Administration**, the **Department of Revenue**, the **Missouri Senate**, the **Office of the Governor**, the **Department of Economic Development**, the **University of Missouri**, and the **Department of Natural Resources** each assumed the proposal would not fiscally impact their respective agencies.

Officials from the **Department of Social Services** assume the current proposal, with all amendments, would not fiscally impact their agency.

Amendment 1 - Joint Committee on Judiciary and Justice:

The amendment states the committee may "employ such personnel as it deems necessary to carry out the duties imposed by this section." **Oversight** assumes the committee may employ up to 2 FTE to accomplish the duties as directed in the amendment. Oversight assumes the cost for the FTE, reimbursement of actual and necessary expenses of the committee members, and other expenses could exceed \$100,000 annually.

Amendment 2 - Joint Committee on Oversight and Government Accountability:

Oversight assumes this amendment will not change the original fiscal impact of this proposal.

Amendment 3 - Joint Committee on Transportation Oversight :

Oversight assumes this amendment will not change the original fiscal impact of the proposal.

Amendment 4 - State Mental Health Commission:

Oversight assumes this amendment will not change the original fiscal impact of the proposal.

Officials from the **Department of Mental Health** assume the current proposal would not fiscally impact their agency.

Amendment 5 - Joint Committee on MO HealthNet:

In response to a similar proposal, SB 739, officials from the **Missouri Senate** stated that the proposal will have no fiscal impact to the Missouri Senate. However, the language of the

ASSUMPTIONS (continued)

proposal establishing a joint committee to study Medicaid issues will likely have a fiscal impact ranging from \$75,000 to \$165,000. This estimate is based on current appropriations (rounded) for the Joint Committees of: Education, \$75,000; Administrative Rules, \$124,000; and Retirement Systems, \$165,000. Costs of employment or consulting contracts to investigate MO HealthNet will depend on the area of specialization needed to complete the project. Actuarial services and/or economic forecasting for recipient demographics can range greatly; however, contract costs are likely to be less than \$100,000 annually.

Oversight will reflect a transfer funds from the General Revenue Fund to the Joint Contingency Fund in an amount of "Could exceed \$365,000" annually to cover the expenses of the Joint Committee on MO HealthNet and Joint Committee on Judiciary and Justice. Oversight assumes expenditures will equal funds transferred-in and will net to \$0.

In response to a similar proposal, SB 739, officials from **Department of Elementary and Secondary Education** stated that depending on the actions of the committee, there could be a cost to the department.

DESE will have access to some state information through the MO Health Information Network exchange. However, DESE does not collect the data required through this proposal, especially at the district level. DESE can capture districts' Medicaid revenue at the end of the year through the Annual Secretary of the Board Report (ASBR), but it has no way to project future costs and growth for each school. Costs are unknown.

Oversight assumes MO HealthNet growth projections, including enrollment growth categorized by population and geographic area will be primarily the responsibility of the DOSS and the DESE will have minimal costs associated with this provision of the proposal.

Amendment 6 - Board of Public Buildings:

Oversight assumes this amendment will not change the original fiscal impact of the proposal.

Amendment 7 - Child Abuse and Neglect Review Board:

Oversight assumes this amendment will not change the original fiscal impact of the proposal.

<u>FISCAL IMPACT - State Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
GENERAL REVENUE FUND			
Transfer Out - to Joint Contingency Fund (\$21.880) - for expenses associated with Joint Committee on Judiciary and Justice (Senate Amendment 1)	(More than \$100,000)	(More than \$100,000)	(More than \$100,000)
<u>Transfer Out</u> to Joint Contingency Fund (\$208.952) - Transfer for expenses associated with the Joint Committee on MO HealthNet (Senate Amendment 5)	<u>(Less than \$265,000)</u>	<u>(Less than \$265,000)</u>	<u>(Less than \$265,000)</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE FUND	<u>(Could exceed \$365,000)</u>	<u>(Could exceed \$365,000)</u>	<u>(Could exceed \$365,000)</u>
JOINT CONTINGENCY FUND			
<u>Transfer-in</u> from General Revenue Fund Transfer-in to cover expenses of the Joint Committee on MO HealthNet (\$208.952) and Joint Committee on Judiciary and Justice	Could exceed \$365,000	Could exceed \$365,000	Could exceed \$365,000
<u>Costs</u> - Expenses of Joint Committee on MO HealthNet and Joint Committee on Judiciary and Justice	<u>(Could exceed \$365,000)</u>	<u>(Could exceed \$365,000)</u>	<u>(Could exceed \$365,000)</u>
ESTIMATED NET EFFECT ON THE JOINT CONTINGENCY FUND	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
	<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

JOINT COMMITTEE ON MO HEALTHNET (Section 208.952)

This proposal amends the Joint Committee on MO HealthNet to have as its purpose of study the efficacy of the program as well as the resources needed to continue and improve the MO HealthNet program over time. The committee shall receive and obtain information from the departments of Social Services, Mental Health, Health and Senior Services and Elementary and Secondary Education as applicable, regarding the projected budget of the entire MO HealthNet program including projected MO HealthNet enrollment growth, categorized by population and geographic area.

The committee shall meet at least twice a year. The committee is authorized to hire an employee or enter into employment contracts. The compensation of such personnel and the expenses of the committee shall be paid from the joint contingent fund or jointly from the senate and house contingent funds until an appropriation is made. The committee may also hire or contract for an executive director to conduct investigations to fulfill the duties of the committee.

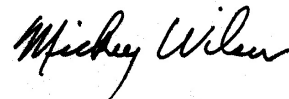
JOINT COMMITTEE ON JUDICIARY AND JUSTICE (Section 21.880)

The proposal creates a permanent Joint Committee on Judiciary and Justice.

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 Public Safety - Missouri Highway Patrol
Missouri House of Representatives
Department of Mental Health
Office of Administration
Department of Revenue
Missouri Senate
Office of the Governor
Department of Economic Development
University of Missouri
Oversight Division
Department of Natural Resources
Department of Elementary and Secondary Education
Department of Social Services



Mickey Wilson, CPA
Director
April 8, 2014

Ross Strobe
Assistant Director
April 8, 2014