

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5604-03
Bill No.: Perfected SCS for SB 785
Subject: Boats and Watercraft; Licenses - Miscellaneous; Water Patrol
Type: Original
Date: April 2, 2014

Bill Summary: This proposal expands one time temporary boating safety identification card opportunity to include Missouri residents.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Water Patrol Fund	\$12,000	\$14,400	\$14,400
Total Estimated Net Effect on <u>Other</u> State Funds	\$12,000	\$14,400	\$14,400

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 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

Officials from the **Department of Public Safety - Missouri Highway Patrol (MHP)** state this bill would require any person or company that rents or sells vessels to issue a temporary boating safety identification card to an individual in order to operate a rented vessel or vessel being considered for sale for a period up to seven days. The cost to purchase a permit is \$9.

It is unknown how many permits will be sold. For purposes of this fiscal note, the Patrol estimates that 1,800 permits will be issued throughout a year ($\$9 \times 1,800 = \$16,200$). Since the option for payment is by credit or debit card, the Patrol will have to pay \$1 to a collection service for every card transaction ($\$1 \times 1,800 = \$1,800$).

The MHP assumes a net annual fiscal impact to the Water Patrol Fund of \$14,400.

Oversight will assume that these 1,800 permittees would not have otherwise obtained a regular (non-temporary) boater certification card for \$15.00. Oversight will utilize MHP's estimates, but will assume 10 months of impact in FY 2015.

Officials from **Department of Revenue** assume the proposal would not fiscally impact their agency.

This proposal could increase Total State Revenues.

<u>FISCAL IMPACT - State Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
WATER PATROL FUND			
<u>Income</u> - Missouri Highway Patrol - temporary boating safety identification cards for Missouri residents.	\$13,500	\$16,200	\$16,200
<u>Costs</u> - Missouri Highway Patrol - \$1 collection fee for credit card or debit card processing	<u>(\$1,500)</u>	<u>(\$1,800)</u>	<u>(\$1,800)</u>
ESTIMATED NET EFFECT TO THE WATER PATROL FUND	<u>\$12,000</u>	<u>\$14,400</u>	<u>\$14,400</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

Small businesses that rent or sell boats would be positively impacted as a result of this proposal.

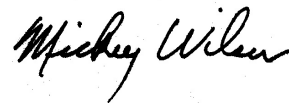
FISCAL DESCRIPTION

Currently, nonresidents are permitted to obtain a seven day temporary boating safety identification card one time. This proposal expands the one time opportunity to include Missouri residents.

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



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April 2, 2014

Ross Strobe
Assistant Director
April 2, 2014