

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0256-02
Bill No.: Truly Agreed To and Finally Passed HB 179
Subject: Veterans; Licenses - Driver's
Type: Original
Date: June 5, 2015

Bill Summary: This proposal allows a retired military member to provide a Veteran's Identification Card issued by the United States Department of Veteran Affairs in order to receive a veteran designation on his or her driver's license.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

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

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on FTE	0	0	0

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

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 Public Safety - Missouri Veterans Commission** assume the proposal will 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.

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.

Officials from the **Department of Revenue (DOR)** assume this proposal adds "A United States Uniformed Services Identification Card", otherwise known as a DD Form 2, that includes a discharge status of "retired" or "reserve retired" establishing the person's service in the Armed Forces of the United States", as an eligible document to provide for purposes of requesting a veteran designation.

Administrative Impact

The following procedures will need to be implemented for the changes in this proposal:

- Drafting updates to website information and other communications related to the veteran designation;
- Updating office procedures;

ASSUMPTION (continued)

- Analysis and development of Missouri Electronic Driver License (MEDL) system change requirements document to define MEDL messaging changes required for acceptance of the United States Uniformed Services Identification Card; and
- Completion of end-user testing by our internal staff. This will require overtime from existing staff in order to perform the testing.

FY 16

Update Web page - Administrative Analyst III	10 hrs @ \$23.00 = \$ 230
Develop Affidavit - Management Analysis Spec I	40 hrs @ \$21.00 = \$ 840
Develop Procedures - Management Analysis Spec I	40 hrs @ \$21.00 = \$ 840
OA-ITSD	156 hrs @75.00= \$ 11,664
	Total = \$13,574

Requirements and procedures development and end user testing:

Administrative Analyst II -	160 hrs @ \$29 00 (1 1/2) per hr = \$4,640
Management Analyst Spec. II -	160 hrs @ \$24.00 per hr = \$3,840
Revenue Band Manager Band II -	10 hrs @ \$31.00 per hr = \$ 310
	Total = \$8,790

In summary, DOR assumes a cost of \$22,264 (\$13,574 + \$8,790) in FY 2016 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 the costs related to this proposal. If multiple bills pass which require additional staffing and duties at substantial costs, DOR could request funding through the appropriation process.

<u>FISCAL IMPACT - State Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
	<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.

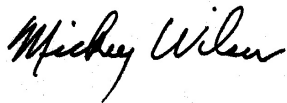
FISCAL DESCRIPTION

The proposed legislation appears to have no direct fiscal impact.

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
Missouri Veterans Commission
Office of the Secretary of State
Joint Committee on Administrative Rules



Mickey Wilson, CPA
Director
June 5, 2015

Ross Strobe
Assistant Director
June 5, 2015