

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5610-01
Bill No.: SB 913
Subject: Water Patrol; Revenue Department; Licenses - Miscellaneous; Law Enforcement Officers and Agencies; Lakes, Rivers and Waterways; Boats and Watercraft
Type: Original
Date: February 2, 2016

Bill Summary: This proposal modifies provisions related to watercraft registration.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
General Revenue	(\$83,032)	\$0	\$0
Total Estimated Net Effect on General Revenue	(\$83,032)	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
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 2017	FY 2018	FY 2019
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
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 2017	FY 2018	FY 2019
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Oversight was unable to receive some of the agency responses in a timely manner due to the short fiscal note request time. Oversight has presented this fiscal note on the best current information that we have or on prior year information regarding a similar bill. Upon the receipt of agency responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval of the chairperson of the Joint Committee on Legislative Research to publish a new fiscal note.

Officials from the **Department of Revenue (DOR)** state:

The changes within this proposal are to comply and be consistent with the United States Coast Guard 33 CFR Parts 173 and 174 by January 1, 2017. Current law does not presently conform with updated federal regulations relating to requirements for marine credentials. Changes include:

- New and modified definitions related to vessels;
- Verification of affixation for all State-assigned hull identification numbers;
- Collection of required owner identifiers;
- Use of authorized terms for Contents of Application for Certificate of Number; and
- Modification to the contents of Certificate of Number.

Administrative Impact:

Motor Vehicle Bureau

Procedures will need to be revised by a Management Analyst Specialist I requiring 40 hours at a cost of \$890 in FY 2017.

The following forms will need to be revised:

- Application for Missouri Boat/Vessel or Outboard Motor Title and Registration (DOR-93);
- Boat, Vessel, or Outboard Motor Affidavit of Ownership and Inspection (DOR-798); and
- Application for Replacement of Vehicle, Vessel, or Trailer Identification Number Plate (DOR-923)

ASSUMPTION (continued)

Revising these forms will require 40 hours for a Management Analyst Specialist I, at a cost of \$890 in FY 2017.

The Department's website will need to be updated. This will require 10.5 hours for an Administrative Analyst III, at a cost of \$252 in FY 2017.

Additional keying will be required for a clerk to process a marine transaction with the new federal requirements, if wait times get longer additional FTE may be requested through the appropriations process.

OA-ITSD services are required. Total cost is \$81,000 (1080 hours x \$75 per hour).

In summary, DOR assumes a cost of \$83,032 (\$890 + \$890 + \$252 + \$81,000) for this proposal.

<u>FISCAL IMPACT - State Government</u>	FY 2017 (10 Mo.)	FY 2018	FY 2019
GENERAL REVENUE			
<u>Cost - DOR - programming and administrative costs</u>	<u>(\$83,032)</u>	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT TO GENERAL REVENUE	<u>(\$83,032)</u>	<u>\$0</u>	<u>\$0</u>
 <u>FISCAL IMPACT - Local Government</u>	 FY 2017 (10 Mo.)	 FY 2018	 FY 2019
	<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.

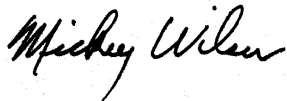
FISCAL DESCRIPTION

This proposal adds four definitions to the watercraft regulation and licensing chapter, including "certificate of number", "identification number", "outboard", and "state of principal operation", removes the definition for "motorboat" and makes minor modifications to several other definitions for the chapter. The proposal also adds requirements to the application for numbering of a vessel allowing for more precise identification of the applicants. The proposal requires that vessels be submitted to authorized law enforcement to inspect the presence and location of the unique identification number plate. The proposal also adds non-motorized vessels, unless the non-motorized vessel is a sail boat more than twelve feet in length, to the category of vessels which are not required to be titled or numbered.

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

SOURCES OF INFORMATION

Department of Revenue



Mickey Wilson, CPA
Director
February 2, 2016

Ross Strobe
Assistant Director
February 2, 2016