

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1611-01  
Bill No.: SB 388  
Subject: Professional Registration and Licensing; Dentists  
Type: Original  
Date: February 15, 2017

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Bill Summary: This proposal allows the Missouri Dental Board to issue dental faculty permits.

**FISCAL SUMMARY**

| <b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>  |            |            |            |
|--|------------|------------|------------|
| FUND AFFECTED  | FY 2018    | FY 2019    | FY 2020    |
|  |            |            |            |
| <b>Total Estimated Net Effect on General Revenue</b> | <b>\$0</b> | <b>\$0</b> | <b>\$0</b> |

| <b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>              |                  |                |                |
|---|------------------|----------------|----------------|
| FUND AFFECTED   | FY 2018          | FY 2019        | FY 2020        |
| Dental Fund   | (\$2,288)        | \$2,437        | (\$118)        |
|   |                  |                |                |
| <b>Total Estimated Net Effect on <u>Other</u> State Funds</b> | <b>(\$2,288)</b> | <b>\$2,437</b> | <b>(\$118)</b> |

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 6 pages.

| <b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>                  |                |                |                |
|---|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>  | <b>FY 2018</b> | <b>FY 2019</b> | <b>FY 2020</b> |
|   |                |                |                |
|   |                |                |                |
| <b>Total Estimated Net Effect on <u>All</u> Federal Funds</b> | <b>\$0</b>     | <b>\$0</b>     | <b>\$0</b>     |

| <b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b> |                |                |                |
|---|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>                                      | <b>FY 2018</b> | <b>FY 2019</b> | <b>FY 2020</b> |
|   |                |                |                |
|   |                |                |                |
| <b>Total Estimated Net Effect on FTE</b>                  | <b>0</b>       | <b>0</b>       | <b>0</b>       |

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

| <b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b> |                |                |                |
|--|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>                       | <b>FY 2018</b> | <b>FY 2019</b> | <b>FY 2020</b> |
| <b>Local Government</b>                    | <b>\$0</b>     | <b>\$0</b>     | <b>\$0</b>     |

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Insurance, Financial Institutions and Professional Registration (DIFP)** assume this proposal (specifically Section 332.183) states the dental board may issue dental faculty permits to employees of an accredited dental school, college or program in Missouri. The permits shall be renewed every two years.

The following board-specific expenses are calculated to determine the additional appropriation needed by the division to support the board.

#### Staffing

It is assumed existing DIFP staff will be utilized.

#### Printing and Postage

Printing and postage expenses for the first year include printing of rules, applications, letterhead, and envelopes, as well as costs associated with mailings associated with initial licensure. Subsequent year's printing and postage is based on a board of similar size.

#### FY 2018

|                             |                |
|-----------------------------|----------------|
| Number of Licensees:        | 75             |
| Postage and Printing Costs: | <u>\$12.50</u> |
| <b>Total:</b>               | <b>\$938</b>   |

#### FY 2019 and FY 2020

**Total: \$188**

#### Licensure System

During the first year of implementation, costs are calculated for the design, programming, and implementation of the licensure program for new boards.

#### FY 2018

|  |                |
|--|----------------|
| Hours for design, program, and implementation: | 18             |
| Cost per hour:                                 | <u>\$75</u>    |
| <b>Total Licensure System Costs:</b>           | <b>\$1,350</b> |

ASSUMPTION (continued)

In summary, DIFP assumes a cost of \$2,288 (\$938 + \$1,350) in FY 2018 and \$188 in FY 2019 and FY 2020 to provide for the implementation of the changes in this proposal.

Revenue

The projected revenue reflects the fees listed below for an electrical contractor certificate. In addition, a 3% growth rate has been estimated.

It is estimated that the collection of initial license fees will begin in FY 2019.

Initial License Fees

Biennial Fee: \$35.00

Funding

It is assumed that all fees collected and expenses paid would be deposited to and paid from the Dental Fund for the operation of this regulatory responsibility.

In summary, DIFP assumes a revenue of \$2,625 (\$35 (Biennial Fee) x 75 (Number of Licensees)) in FY 2019 and \$70 in FY 2020 to provide for the implementation of the changes in this proposal.

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.

ASSUMPTION (continued)

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 Higher Education** assume the proposal will have no fiscal impact on their organization.

**Oversight** notes the balance of the Missouri Dental Board Fund (0677) as of January 31, 2017 was \$2,827,484.

| <u>FISCAL IMPACT - State Government</u>            | FY 2018<br>(10 Mo.)     | FY 2019               | FY 2020               |
|--|-------------------------|-----------------------|-----------------------|
| <b>DENTAL FUND</b>                                 |                         |                       |                       |
| <u>Income - DIFP</u><br>Dental Faculty Permits     | \$0                     | \$2,625               | \$70                  |
| <u>Cost - DIFP</u><br>Administrative Cost          | <u>(\$2,288)</u>        | <u>(\$188)</u>        | <u>(\$188)</u>        |
| <b>ESTIMATED NET EFFECT TO THE<br/>DENTAL FUND</b> | <b><u>(\$2,288)</u></b> | <b><u>\$2,437</u></b> | <b><u>(\$118)</u></b> |
| <br>   |                         |                       |                       |
| <u>FISCAL IMPACT - Local Government</u>            | FY 2018<br>(10 Mo.)     | FY 2019               | FY 2020               |
|  | <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.

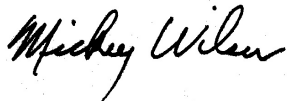
### FISCAL DESCRIPTION

This act allows the Missouri Dental Board to create and issue dental faculty permits to individuals employed by an accredited dental school, college, or program in Missouri. The holder of a dental faculty permit will be authorized to practice dentistry without a license but only within the scope of his or her employment at such school, college, or program. The holder of a dental faculty permit may not receive any fee or compensation for the practice of dentistry except salary or benefits received as part of his or her employment with the school, college, or program. The qualifications to receive a dental faculty permit are set forth in the act.

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 Insurance, Financial Institutions and Professional Registration  
Department of Higher Education  
Office of the Secretary of State  
Joint Committee on Administrative Rules



Mickey Wilson, CPA  
Director  
February 15, 2017

Ross Strobe  
Assistant Director  
February 15, 2017