

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5516-02
Bill No.: Truly Agreed To and Finally Passed SCS for SB 814
Subject: Boards, Commissions, Committees and Councils; Disabilities; Licenses -
 Driver's; Transportation
Type: Original
Date: June 4, 2018

Bill Summary: This proposal modifies provisions relating to driver's licenses for persons who are deaf or hard of hearing.

FISCAL SUMMARY

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND | | | |
|--|-------------------|------------|------------|
| FUND AFFECTED | FY 2019 | FY 2020 | FY 2021 |
| General Revenue | (\$38,854) | \$0 | \$0 |
| Total Estimated Net Effect on General Revenue | (\$38,854) | \$0 | \$0 |

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS | | | |
|--|------------|------------|------------|
| FUND AFFECTED | FY 2019 | FY 2020 | FY 2021 |
| | | | |
| | | | |
| Total Estimated Net Effect on Other 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 2019 | FY 2020 | FY 2021 |
| | | | |
| | | | |
| Total Estimated Net Effect on <u>All</u> Federal Funds | \$0 | \$0 | \$0 |

| ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE) | | | |
|---|----------------|----------------|----------------|
| FUND AFFECTED | FY 2019 | FY 2020 | FY 2021 |
| | | | |
| | | | |
| 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 2019 | FY 2020 | FY 2021 |
| Local Government | \$0 | \$0 | \$0 |

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Elementary and Secondary Education** and **Department of Public Safety - Missouri Highway Patrol** each assume the proposal will have no fiscal impact on their respective organizations.

Officials from the **Department of Revenue (DOR)** assume the following regarding this proposal:

§302.174

- Replaces the phrase and definition of "hearing-impaired" with the phrase and definition for "hard of hearing person".
- Changes the notation on a driver license from "J88" to "DHH".
- Allows the Department to use the phrase "deaf or hard of hearing" in lieu of the notation "DHH" on a driver's license.

Administrative Impact

To implement the proposed language, the Department will be required to:

- Complete business requirements;
- Complete programming and user acceptance testing of the current driver license issuance system to modify the current notation;
- Submit request to the license vendor for modification to the current design and printing process for driver license, nondriver license, and permit documents to update the driver license notation to "DHH";
- Complete testing with factory print facility for the updated notation for card printing;
- Update procedures, driver guide, driver license brochure, forms, and the Department website;
- Develop a sign for the license office staff to display for the QR code; and
- Update the current rule 12 CSR 10-24.470.

FY 2019 - Driver License Bureau

| | | |
|-----------------------------|----------------------------|------------|
| Administrative Analyst II | 240 hrs. @ \$17.13 per hr. | = \$4,111 |
| Management Analysis Spec II | 280 hrs. @ \$20.57 per hr. | = \$5,760 |
| Revenue Manager Band I | 120 hrs. @ \$25.05 per hr. | = \$3,006 |
| Total | | = \$12,877 |

ASSUMPTION (continued)

Administrative Impact (continued)

FY 2019 - Personnel Services Bureau

| | | |
|----------------------------|---------------------------|----------------|
| Administrative Analyst III | 30 hrs. @ \$19.43 per hr. | = \$583 |
| Management Analysis Spec I | 40 hrs. @ \$18.42 per hr. | = <u>\$737</u> |
| Total | | = \$1,320 |

Total Costs **\$14,197**

Vendor Costs

Estimated license vendor cost to modify card design and to update the driver license notation is **\$28,000**.

OA-ITSD services will be required at a cost of **\$10,854** (144.72 hours x \$75 per hour) in FY 2019.

In summary, DOR assumes a total cost of **\$53,051** (\$14,197 + \$28,000 + \$10,854) in FY 2019.

Oversight assumes DOR is provided with core funding to handle a certain amount of activity each year. Oversight assumes DOR could absorb some of the costs related to this proposal; therefore, Oversight will reflect a fiscal impact of **\$38,854** for IT services and vendor costs in FY 2019.

| <u>FISCAL IMPACT - State Government</u> | FY 2019 (10 Mo.) | FY 2020 | FY 2021 |
|---|--------------------------|-------------------|-------------------|
| GENERAL REVENUE FUND | | | |
| <u>Cost - DOR - Vendor Cost</u> | (\$28,000) | \$0 | \$0 |
| <u>Cost - DOR - IT Services</u> | <u>(\$10,854)</u> | <u>\$0</u> | <u>\$0</u> |
| ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND | <u>(\$38,854)</u> | <u>\$0</u> | <u>\$0</u> |

| <u>FISCAL IMPACT - Local Government</u> | FY 2019 (10 Mo.) | FY 2020 | FY 2021 |
|---|---------------------|------------|------------|
| | <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 changes, from "J88" to "DHH", the notation on a person's driver's license that indicates the person has a diminished capacity to discriminate speech when spoken in a normal conversational tone. The Department of Revenue may, by rule, elect to use the phrase "deaf or hard of hearing" in lieu of the "DHH" notation.

This act also requires the Missouri Commission for the Deaf and Hard of Hearing to make an informational video in American Sign Language explaining deaf or hard of hearing license notations. A QR code linking to the video shall be posted conspicuously in every license office in the state.

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 Elementary and Secondary Education
Department of Public Safety - Missouri Highway Patrol
Department of Revenue

Ross Strobe



Acting Director
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