

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 6021-01
Bill No.: SB 950
Subject: Dentist; Education, Higher; Professional Registration
Type: Original
Date: February 9, 2018

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

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Dental Fund	(\$2,288)	\$2,427	(\$133)
Total Estimated Net Effect on Other State Funds	(\$2,288)	\$2,427	(\$133)

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 6 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 Insurance, Financial Institutions and Professional Registration (DIFP)** assume the following board-specific expenses are calculated to determine the additional appropriation needed by the DIFP 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 2019

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

FY 2020

Total: \$198

FY 2021

Total: \$203

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 2019

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

ASSUMPTION (continued)

In summary, DIFP assumes a cost of \$2,288 (\$938 + \$1,350) in FY 2019 and \$193 in FY 2020 and FY 2021 to provide for the implementation of the changes in this proposal.

Revenue

The projected revenue reflects the fees listed below for a dental faculty permit. In addition, a 3% growth rate has been estimated.

It is estimated that the collection of initial license fees will begin in FY 2020.

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 2020 and \$70 in FY 2021 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 October, 2017 was \$2,538,002.

<u>FISCAL IMPACT - State Government</u>	FY 2019 (10 Mo.)	FY 2020	FY 2021
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DENTAL FUND

<u>Income</u> - DIFP Dental Faculty Permits	\$0	\$2,625	\$70
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<u>Cost</u> - DIFP Administrative Cost	<u>(\$2,288)</u>	<u>(\$198)</u>	<u>(\$203)</u>
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ESTIMATED NET EFFECT TO THE DENTAL FUND	<u>(\$2,288)</u>	<u>\$2,427</u>	<u>(\$133)</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2019 (10 Mo.)	FY 2020	FY 2021
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<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This proposal creates a dental faculty permit system to be implemented and enforced by the Missouri Dental Board. Under this proposal, the holder of a dental faculty permit will be authorized to practice dentistry without a license but only within the course of teaching as part of an accredited dental school program. The holder of a dental faculty permit will not be able to receive any fee or compensation for the practice of dentistry except salary or benefits received as part of his or her employment with the Missouri dental school, college, or program.

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

Ross Strope



Assistant Director
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