

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1276-03
Bill No.: SB 213
Subject: Redistricting
Type: Original
Date: February 7, 2019

Bill Summary: This proposal enacts new provisions relating to the nonpartisan state demographer.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
General Revenue	(\$16,750) to (\$67,182)	(\$3,885) to (\$80,631)	(\$4,275) to (\$81,312)
Total Estimated Net Effect on General Revenue	(\$16,750) to (\$67,182)	(\$3,885) to (\$80,631)	(\$4,275) to (\$81,312)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
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 2020	FY 2021	FY 2022
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
General Revenue	0 or 1 FTE	0 or 1 FTE	0 or 1 FTE
Total Estimated Net Effect on FTE	0 or 1 FTE	0 or 1 FTE	0 or 1 FTE

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 2020	FY 2021	FY 2022
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Administration-ITSD** assume the proposal will be a new standalone site to be created in Drupal. If this site could be hosted under oa.mo.gov we can reduce the cost of the Drupal Code base. ITSD is assuming 5 GB of storage will be needed each year and will be retained for at least 3 years. ITSD is assuming an Entrust Certificate for the site which is \$300 for a 3 year certification so it would need to be renewed in FY2023. ITSD will assume the proposal will require costs for IT Consultants, data and storage back up, and website security. The fiscal impact will be \$16,750 in FY 2020, \$3,885 in FY 2021, and \$4,275 in FY 2022.

The consultant rate of \$75 per hour is an estimated rate based on current contract(s) pricing. It is assumed that any new IT project/system will be bid out, as all ITSD resources are at full capacity. Project Management hours is an estimated rate of 8% based on current/projected averages. A 20% maintenance rate for on-going support of systems/system changes is based on industry standards and the standard rate usually charged by IT service providers. Plus, a 1.025% inflation factor is applied to future years.

In response to this proposal, OA-ITSD has made the assumption that OA would provide the support for the website established for the nonpartisan state demographer, as currently, state demographic information is published on OA's website (oa.mo.gov), and article III, section 3 of the Missouri Constitution, while stating that applicants apply for the demographer position through the state auditor, does not state a location for the position.

If the position is to work under the State Auditor, not OA, the estimated fiscal impact would shift from OA to the State Auditor's Office (SAO).

Oversight notes ITSD assumes that every new IT project/system will be bid out because all their resources are at full capacity. For this bill, ITSD assumes they will contract out website development. ITSD estimates the project would take 216 hours at a contract rate of \$75 per hour for a total cost to the state of \$16,200 in FY 2020. There is ongoing support cost of \$3,321 in FY 2021 and \$3,404 in FY 2022. Other costs include storage and back up and website security. This will be \$550 in FY 2020, \$564 in FY 2021, and \$871 in FY 2022. Oversight notes that an average salary for a current IT Specialist within ITSD is \$51,618, which totals roughly \$80,000 per year when fringe benefits are added. Assuming that all ITSD resources are at full capacity, Oversight assumes ITSD may (instead of contracting out the programming) hire an additional IT Specialist to perform the work required from this bill. Therefore, Oversight will range the fiscal

ASSUMPTION (continued)

impact from the cost of contracting out the work (\$16,200) to hiring an additional FTE IT Specialist (roughly \$80,000 per year).

Officials from the **State Auditor’s Office (SAO)** assume the proposal will have no fiscal impact on their organization. SAO presumes the demographer positions would remain under OA.

Officials from the **Office of Administration-Budget and Planning, Missouri Senate, Missouri House of Representatives,** and **Office of the Governor** each assume the proposal will have no fiscal impact on their respective organizations.

Oversight notes that the Office of Administration-Budget and Planning, Missouri Senate, Missouri House of Representatives, Office of the Governor, and State Auditor’s Office have stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note for these agencies.

<u>FISCAL IMPACT - State Government</u>	FY 2020 (10 Mo.)	FY 2021	FY 2022
GENERAL REVENUE FUND			
Cost - OA - ITSD costs (ranged from contracting out programming to hiring additional FTE IT Specialist)	(\$16,750) to (\$67,182)	(\$3,885) to (\$80,631)	(\$4,275) to (\$81,312)
ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND	(\$16,750) to (\$67,182)	(\$3,885) to (\$80,631)	(\$4,275) to (\$81,312)
<u>FISCAL IMPACT - Local Government</u>	FY 2020 (10 Mo.)	FY 2021	FY 2022
	<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 requires the nonpartisan state demographer to establish the Redistricting Public Comment Portal for the purpose of publicly accepting any comments, records, documents, maps, data files, communication, or information of any kind relating to the redistricting process. Any such submissions shall be accompanied by a disclosure that indicates whether:

The person or entity making the submission was responsible in whole or in part for the submission; or

A person or entity other than the person making the submission contributed money that was intended to fund preparation of the submission and, if so, the disclosure shall additionally identify each such contributor.

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

Office of Administration-ITSD
Office of Administration-Budget and Planning
Office of the Governor
Missouri Senate
Missouri House of Representatives
State Auditor's Office



Kyle Rieman
Director
February 7, 2019

Ross Strobe
Assistant Director
February 7, 2019