

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5522S.04I
 Bill No.: SB 1151
 Subject: Charities; Department of Public Safety
 Type: Original
 Date: April 8, 2022

Bill Summary: This proposal creates provisions relating to grants to not-for-profit organizations for physical security measures.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2023	FY 2024	FY 2025
General Revenue*	Up to (\$2,562,630)	Up to (\$2,572,595)	Up to (\$2,573,208)
Total Estimated Net Effect on General Revenue	Up to (\$2,562,630)	Up to (\$2,572,595)	Up to (\$2,573,208)

*The Faith Without Fear Act is subject to appropriation; therefore, Oversight will reflect the annual costs of up to the annual maximum of \$2.5 million, plus one FTE in the Department of Public Safety to administer the grants.

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2023	FY 2024	FY 2025
Total Estimated Net Effect on <u>Other State Funds</u>	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2023	FY 2024	FY 2025
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2023	FY 2024	FY 2025
General Revenue	1 FTE	1 FTE	1 FTE
Total Estimated Net Effect on FTE	1 FTE	1 FTE	1 FTE

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2023	FY 2024	FY 2025
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

§650.570 – Grants for physical security measures

Officials from the **Office of Administration - Budget and Planning (B&P)** state Section 650.570 of this bill creates the "Faith Without Fear Act" which provides that the Department of Public Safety shall distribute to any not-for-profit organization a one-time grant for the purpose of enhancing physical security. Each not-for-profit organization shall receive no more than one grant pursuant to this act and grants shall not exceed 75% of the total cost of the security enhancement. Additionally, no more than \$25 million shall be distributed pursuant to this act and no more than \$2.5 million per any fiscal year. Finally, no more than \$50,000 shall be distributed to any one not-for-profit organization annually. B&P will show a cost to the state of \$0 to \$2.5 million annually.

Oversight does not have any information contrary to that provided by B&P. Therefore, Oversight will reflect B&P's impact for fiscal note purposes.

Officials from the **Department of Public Safety - Office of the Director (DPS)** state this proposal creates a new requirement for the DPS to distribute grants to not-for-profit agencies. Due to the size of the new grant program, the DPS requests one (1) FTE Grants Officer to administer the grant program at an annual salary of \$42,953.

Oversight assumes DPS will not require an additional FTE until monies are appropriated for the Faith Without Fear Act. Therefore, Oversight will reflect a range of up to the estimated provided by DPS for fiscal note purposes.

<u>FISCAL IMPACT – State Government</u>	FY 2023 (10 Mo.)	FY 2024	FY 2025
GENERAL REVENUE FUND			
<u>Cost – DPS (\$650.570) Distribution of grant monies p. 3</u>	Up to (\$2,500,000)	Up to (\$2,500,000)	Up to (\$2,500,000)
<u>Cost – DPS (\$650.570) Administer new grant program p. 3</u>	Up to...	Up to...	Up to...
Personal services	(\$35,794)	(\$43,383)	(\$43,816)
Fringe benefits	(\$23,488)	(\$28,341)	(\$28,499)
Equipment and expense	(\$3,348)	(\$871)	(\$893)
<u>Total cost – DPS</u>	<u>\$0 to (\$62,630)</u>	<u>\$0 to (\$72,595)</u>	<u>\$0 to (\$73,208)</u>
FTE Change – DPS	1 FTE	1 FTE	1 FTE
ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND	<u>Up to (\$2,562,630)</u>	<u>Up to (\$2,572,595)</u>	<u>Up to (\$2,573,208)</u>
Estimated Net FTE Change for the General Revenue Fund	1 FTE	1 FTE	1 FTE

<u>FISCAL IMPACT – Local Government</u>	FY 2023 (10 Mo.)	FY 2024	FY 2025
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT – Small Business

This provision may encourage not-for-profit organizations to invest in additional security measures in order to take advantage of the state match.

FISCAL DESCRIPTION

This act shall be known and may be cited as the "Faith Without Fear Act."

This act provides that the Department of Public Safety shall distribute to any not-for-profit organization a one-time grant for the purpose of enhancing physical security. Each not-for-profit organization shall receive no more than one grant pursuant to this act and grants shall not exceed 75% of the total cost of the security enhancement. Additionally, no more than \$25 million shall

be distributed pursuant to this act and no more than \$2.5 million per any fiscal year. Finally, no more than \$50,000 shall be distributed to any one not-for-profit organization annually.

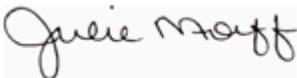
The Department of Public Safety shall create an on-line application form as part of its website which shall be the sole means of applying for grants under this act. The not-for-profit organization shall submit documents with its application showing how it plans to enhance security, including how it will cover the remaining 25% of the cost for its security not covered by the grant.

The Department shall supervise the processing of such applications, provided that applications shall be accepted beginning October 1, 2022. The Department shall select qualified recipients to receive grants and any not-for-profit organization who receives a grant shall submit documentation to the Department no later than one year after the distribution of the grant showing how the funds were spent. Grant funds shall only be used for locations in Missouri and employees residing in Missouri.

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 - Budget and Planning
Department of Public Safety - Office of the Director



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Director
April 8, 2022



Ross Strope
Assistant Director
April 8, 2022