## COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

## FISCAL NOTE

L.R. No.: 1257S.011
Bill No.: SB 142
Subject: Firearms; Crimes and Punishment; Law Enforcement Officers and Agencies; Public Officers; State Departments; Federal - State Relations; Judges; Courts
Type: Original
Date: January 27, 2025

Bill Summary: This proposal creates the Anti-Red Flag Gun Seizure Act.

## FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND					
FUND AFFECTED	FY 2026	FY 2027	FY 2028		
General Revenue*	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)		
<b>Total Estimated Net</b>					
Effect on General					
Revenue	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)		

\*Oversight assumes the addition of a civil penalty of \$50,000 per occurrence for any violations of \$1.486 could reach the \$250,000 threshold.

ESTIMATED NET EFFECT ON OTHER STATE FUNDS						
FUND AFFECTED	FY 2026	FY 2027	FY 2028			
Other State Funds	\$0 or (Unknown)	\$0 or (Unknown)	\$0 or (Unknown)			
State Legal Expense						
Fund (0692)**	\$0	\$0	\$0			
Colleges and						
Universities	\$0 or (Unknown)	\$0 or (Unknown)	\$0 or (Unknown)			
State Highways and						
Transportation						
Department Fund						
(0644)	\$0 or (Unknown)	\$0 or (Unknown)	\$0 or (Unknown)			
Water Patrol Division						
Fund (0400)	\$0 or (Unknown)	\$0 or (Unknown)	\$0 or (Unknown)			
Total Estimated Net						
Effect on <u>Other</u> State						
Funds	\$0 or (Unknown)	\$0 or (Unknown)	\$0 or (Unknown)			

\*\*Indicates numbers that net to zero.

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS					
FUND AFFECTED	FY 2026	FY 2027	FY 2028		
Federal Funds*	\$0 or (Unknown)	\$0 or (Unknown)	\$0 or (Unknown)		
Total Estimated Net					
Effect on <u>All</u> Federal					
Funds	\$0 or (Unknown)	\$0 or (Unknown)	\$0 or (Unknown)		

\*Oversight assumes the loss of federal funds could reach the \$250,000 threshold.

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)					
FUND AFFECTED	FY 2026	FY 2027	FY 2028		
Total Estimated Net					
Effect on FTE	0	0	0		

- 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 2026	FY 2027	FY 2028		
Local Government	\$0 or Unknown to	\$0 or Unknown to	\$0 or Unknown to		
	(Unknown)	(Unknown)	(Unknown)		

## **FISCAL ANALYSIS**

## ASSUMPTION

### <u>§1.486 – Anti-Red Flag Gun Seizure Act</u>

Officials from the **Office of Administration (OA)** state this legislation creates provisions and damages relating to seizure of firearms and includes a waiver of sovereign immunity for actions brought under this section. This has the potential to increase costs to the LEF but would be subject to judicial construction; therefore, the cost is unknown.

**Oversight** does not have any information contrary to that provided by OA. Therefore, Oversight will reflect OA's potential unknown impact for fiscal note purposes to the State Legal Expense Fund. Oversight notes the Legal Expense Fund is funded by the General Revenue Fund as well as other state funds. Oversight notes this possible litigation exposure as described by OA could also apply to colleges and universities, federal funds, as well as local political subdivisions.

Officials from the **Department of Public Safety - Missouri Highway Patrol (MHP)** state section 1.486.7(1) creates a right to sue the law enforcement agency for a minimum of \$50,000 per occurrence along with punitive damages and attorney's fees. The Patrol has no way of computing the number of allegations it may have to defend. Due to this, the impact is listed as unknown to General Revenue, the State Highways and Transportation Department Fund (0644), the Water Patrol Division Fund (0400), and Federal Funds (0152). The three impacted state funds are the primary funding sources for enforcement personnel.

Additionally, section 1.486.2 and section 1.486.4 could have a fiscal impact as it might eliminate federal grant money that pays for the salaries of four (4) troopers and some overtime for troopers assigned to a federal task force or are assigned to work with a specified federal law enforcement agency.

Finally, section 1.486.7(5) appears to waive sovereign immunity, which could account for funding for the defense of future civil litigation.

**Oversight** does not have any information contrary to that provided by MHP. Therefore, Oversight will reflect MHP's impact as \$0 or an Unknown loss to the funds listed above. Oversight assumes the amounts of federal funding received by the state related to a red flag law would reach the \$250,000 threshold.

Officials from the **Office of Administration - Budget and Planning (B&P)** state Article IX, Section 7 of the Missouri Constitution requires that penalties, forfeitures, and fines collected for violations of state law be distributed to the schools. To the extent any additional such revenues are deposited into the state treasury, TSR may increase. L.R. No. 1257S.01I Bill No. SB 142 Page **4** of **8** January 27, 2025

**Oversight** notes that violations of section 1.486.7(1) could result in fines or penalties. Oversight also notes per Article IX Section 7 of the Missouri Constitution fines and penalties collected by counties are distributed to school districts. Fines vary widely from year to year and are distributed to the school district where the violation occurred. Oversight will reflect a positive fiscal impact of \$0 to Unknown to local school districts. For simplicity, Oversight will not reflect the possibility that fine revenue paid to school districts may act as a subtraction in the foundation formula.

Officials from the **Office of State Courts Administrator (OSCA)** state there may be some impact but there is no way to quantify that currently. Any significant changes will be reflected in future budget requests.

**Oversight** notes OSCA assumes this proposal may have some impact on their organization although it can't be quantified at this time. As OSCA is unable to provide additional information regarding the potential impact, Oversight assumes the proposed legislation will have a \$0 to (Unknown) cost to the General Revenue Fund. For fiscal note purposes, Oversight also assumes the impact will be under \$250,000 annually. If this assumption is incorrect, this would alter the fiscal impact as presented in this fiscal note. If additional information is received, Oversight will review it to determine if an updated fiscal note should be prepared and seek approval to publish a new fiscal note.

Officials from the **Office of Attorney General (AGO)** assume any potential litigation costs arising from this proposal can be absorbed with existing resources. The AGO may seek additional appropriations if the proposal results in a significant increase in litigation or investigation costs.

**Oversight** does not have any information to the contrary. Therefore, Oversight assumes the AGO will be able to perform any additional duties required by this proposal with current staff and resources and will reflect no fiscal impact to the AGO for fiscal note purposes.

Officials from the **City of Kansas City** state this legislation has a negative fiscal impact of an indeterminate amount.

Officials from the **Missouri Department of Conservation**, the **Missouri Office of Prosecution Services**, the **Phelps County Sheriff's Department**, the **Kansas City Police Department**, and the **St. Louis County Police Department** each assume the proposal will have no fiscal impact on their respective organizations. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these agencies.

**Oversight** only reflects the responses received from state agencies and political subdivisions; however, other cities, counties, and local law enforcement were requested to respond to this proposed legislation but did not. A listing of political subdivisions included in the Missouri Legislative Information System (MOLIS) database is available upon request.

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This proposal has an emergency clause.

THE LEGAL EXPENSE FUND	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON			<u> </u>
<u>Cost Increase</u> - (§1.486) Potential increase in litigation	<u>\$0 or</u> (Unknown)	<u>\$0 or</u> (Unknown)	<u>\$0 or</u> (Unknown)
Revenue	Unknown	Unknown	Unknown
$\frac{\text{Transfer In}}{P} - (\$1.486) \text{ From General}$	\$0 to	\$0 to	\$0 to
STATE LEGAL EXPENSE FUND (0692)			
ESTIMATED NET EFFECT ON OTHER STATE FUNDS	<u>\$0 or</u> (Unknown)	<u>\$0 or</u> (Unknown)	<u>\$0 or</u> (Unknown)
increase in transfer to LEF	(Unknown)	(Unknown)	<u>(Unknown)</u>
Cost Increase - (§1.486) Potential	<u>\$0 or</u>	<u>\$0 or</u>	<u>\$0 or</u>
OTHER STATE FUNDS			
			<u>(UIKIIOWII)</u>
ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND	<u>\$0 to</u> (Unknown)	<u>\$0 to</u> (Unknown)	<u>\$0 to</u> (Unknown)
increase in litigation	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
<u>Transfer Out</u> – to the State Legal Expense Fund (§1.486) Potential	\$0 to	\$0 to	\$0 to
Act"	(Unknown)	(Unknown)	(Unknown)
<u>Cost</u> – OSCA (§1.486) Potential cost relating to "Anti-Red Flag Gun Seizure	\$0 to	\$0 to	\$0 to
<u>Cost</u> – MHP (§1.486) Potential loss of funding	\$0 or (Unknown)	\$0 or (Unknown)	\$0 or (Unknown)
GENERAL REVENUE			
FISCAL IMPACT – State Government	FY 2026	FY 2027	FY 2028

FY 2026	FY 2027	FY 2028
<u>\$0 or</u>	<u>\$0 or</u>	<u>\$0 or</u>
<u>(Unknown)</u>	(Unknown)	(Unknown)
<u>\$0 or</u>	<u>\$0 or</u>	<u>\$0 or</u>
<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
	\$0 or	\$0 or
(Unknown)	(Unknown)	(Unknown)
<u>\$0 or</u> (Unknown)	<u>\$0 or</u> (Unknown)	<u>\$0 or</u> (Unknown)
<u>\$0 or</u>	<u>\$0 or</u>	<u>\$0 or</u>
(Unknown)	(Unknown)	<u>(Unknown)</u>
<u>\$0 or</u> (Unknown)	<u>\$0 or</u> (Unknown)	<u>\$0 or</u> (Unknown)
		<u>_</u>
	\$0 or	\$0  or $$0  or$ $$0  o$

FISCAL IMPACT – State Government	FY 2026	FY 2027	FY 2028
FEDERAL FUNDS			
Cost Increase - (§1.486) Potential	\$0 or	\$0 or	\$0 or
increase in litigation	(Unknown)	(Unknown)	(Unknown)
		<b>.</b>	
$\underline{\text{Cost}} - \text{MHP}$ (§1.486) Potential loss of	<u>\$0 or</u>	<u>\$0 or</u>	<u>\$0 or</u>
funding	(Unknown)	<u>(Unknown)</u>	(Unknown)
ESTIMATED NET EFFECT TO	<u>\$0 or</u>	<u>\$0 or</u>	<u>\$0 or</u>
FEDERAL FUNDS	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>

LOCAL POLITICAL SUBDIVISIONS	<u>Unknown to</u> (Unknown)	<u>Unknown to</u> (Unknown)	<u>Unknown to</u> (Unknown)
ESTIMATED NET EFFECT ON	<u>\$0 or</u>	<u>\$0 or</u>	<u>\$0 or</u>
	<del>`</del>	<u>_</u>	<u> </u>
litigation and/or civil penalty costs	(Unknown)	(Unknown)	(Unknown)
Cost - (§1.486) Potential increase in	<u>\$0 or</u>	<u>\$0 or</u>	<u>\$0 or</u>
Fines from violations	Unknown	Unknown	Unknown
<u>Revenue</u> – School districts (§1.486)	\$0 to	\$0 to	\$0 to
SUBDIVISIONS			
LOCAL POLITICAL			
FISCAL IMPACT – Local Government	FY 2026	FY 2027	FY 2028

## FISCAL IMPACT – Small Business

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

### FISCAL DESCRIPTION

# ANTI-RED FLAG GUN SEIZURE ACT (Section 1.486)

This act establishes the "Anti-Red Flag Gun Seizure Act" which provides that any federal order of protection or other federal judicial or executive order which directs the seizure of a firearm or

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prohibits the possession of a firearm, except any person who cannot possess a firearm under state law, shall not be enforced in this state.

Additionally, no public agency, political subdivision, or law enforcement agency shall receive any federal funding for the purpose of enforcing any federal acts or judicial orders confiscating any firearms, firearm accessories, or ammunition. Any political subdivision or law enforcement officer who violates this act shall be subject to a \$50,000 penalty per occurrence.

Sovereign immunity shall not be an affirmative defense.

This act contains an emergency clause.

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

Attorney General's Office Department of Public Safety - Missouri Highway Patrol Missouri Department of Conservation Office of Administration Missouri Office of Prosecution Services Office of the State Courts Administrator City of Kansas City Phelps County Sheriff's Department Kansas City Police Department St. Louis County Police Department

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