

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0550-01
Bill No.: SB 136
Subject: Health Department; Health Care; Revenue Department; Licenses - Driver's;
Boards, Commissions, Committees, Councils
Type: Original
Date: January 29, 2001

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
Highway	\$0	\$0	\$0
Organ Donor Program	\$329,320	\$404,184	\$0
Total Estimated Net Effect on <u>All</u> State Funds	\$329,320	\$404,184	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
None			
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Economic Development - Division of Professional Registration**, the **Department of Elementary and Secondary Education**, the **Department of Public Safety - Missouri State Highway Patrol**, and the **Office of Attorney General** assume this proposal would not fiscally impact their agencies.

Department of Health (DOH) officials state the costs of the feasibility study and subsequent report would be less than \$10,000 and would be absorbed by the existing organ donor program budget. Therefore, DOH assume this proposal would have no additional fiscal impact on their agency.

Officials from the **Department of Revenue (DOR)** assume the following administrative and fiscal impacts:

Division of Motor Vehicles and Driver Licensing **Driver and Vehicle Services Bureau**

DOR states this proposal would require program modifications to be made to the over-the-counter (OTC) driver licensing system in order to change the system to collect a two dollar donation for the organ donor fund rather than one dollar . Programming this system would be facilitated by contractual requirements with Polaroid Corporation. Polaroid estimates sixty hours to complete the requirements of this proposals.

FY02

60	Estimated Hours of Programming
x \$125	Hourly Programming Rate
\$7,500	<u>Programming Costs</u>

REVENUE INCREASE

The Driver and Vehicle Services Bureau estimates increased revenue collected for the organ donor program fund. The following estimates are based on fiscal years 2002 and 2003 only as these are the final two years of a three year transition to a six year driver license renewal system. The Driver and Vehicle Services Bureau estimates that donations to these funds would double during this period. Beginning fiscal year 2004, this proposal would be revenue neutral as license renewal volumes and the increased donation amount would offset each other. DOR states that

ASSUMPTION (continued)

estimates are based on current donation levels of \$33,682 per month.

FY02

\$33,682	Increased Donations Monthly
x 10	Number of Months in Fiscal year 2002
\$330,682	Increased Funding in FY02

FY03

\$33,682	Increased Donations Monthly
x 12	Number of Months in Fiscal Year 2003
\$404,184	Increased Funding for FY03

Oversight notes that the fund is to repay the DOR the costs for development and implementation of the contribution program. These costs are reflected in the Highway Fund. Oversight has also reflected a transfer-in from the Organ Donor Program Fund to repay the costs of development and implementation. The proposal states that for the first fiscal year, the Organ Donor Program Fund shall reimburse the DOR for actual operating expenses of the program up to a maximum of \$100,000. For each fiscal year thereafter, the fund shall reimburse the DOR for the actual operating costs of the program in an amount not to exceed the prior year's actual operating costs, on a full fiscal year basis, plus three percent. Therefore, Oversight has calculated the net impact to DOR equal to approximately \$7,500 for FY02 and \$0 for FY03 and FY04 to reflect the reimbursement by the Organ Donor Program Fund.

Oversight assumes that hospitals could experience some administrative tasks relating to this proposal. However, we believe that the functions could be absorbed with existing resources and therefore have shown no fiscal impact to hospitals.

Officials from the **Department of Public Safety (DPS)** did not respond to our fiscal impact request. However, in responding to a similar proposal last session DPS assumed no fiscal impact.

This proposal would result in a increase in Total State Revenues.

<u>FISCAL IMPACT - State Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
HIGHWAY FUND			
<u>Transfer - In</u>			
Transfer from Organ Donor Program Fund for Development and Implementation Cost	\$7,500	\$0	\$0
<u>Costs - Department of Revenue</u>			
OTC Programming - Drivers License	(<u>\$7,500</u>)	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON HIGHWAY FUND	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
ORGAN DONOR PROGRAM FUND			
<u>Income - Department of Health</u>			
Additional \$1 donation from license	\$336,820	\$404,184	\$0
<u>Transfer - Out</u>			
Transfer to Highway Fund for DOR development and implementation costs	(<u>\$7,500</u>)	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON ORGAN DONOR PROGRAM FUND	<u>\$329,320</u>	<u>\$404,184</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
	<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.

DESCRIPTION

This proposal would modify Missouri organ donation procedures. Section 194.300 would establish the Organ Donation Advisory Committee. New language would add a member from the Department of Revenue. Section 194.302 describes the duties of the Advisory Committee. New language would add the requirement that the Committee study the feasibility of providing internet access to the organ donor registry for authorized personnel. The Committee would provide a report of its findings. Section 302.171 outlines the procedure individuals must follow when applying for a Missouri driver's license. New language states that an applicant may make a donation of \$2 to promote organ donor programs and that at the time of application, a licensee must be asked whether he or she would like to make a donation.

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 Economic Development
Division of Professional Registration
Department of Elementary and Secondary Education
Department of Public Safety
Missouri State Highway Patrol
Office of Attorney General
Department of Health
Department of Revenue

NOT RESPONDING: Department of Public Safety



Jeanne Jarrett, CPA
Director

January 29, 2001