

COMMITTEE ON LEGISLATIVE RESEARCH
 OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2806-03
Bill No.: Perfected SCS for SB 739
Subject: Secretary of State: Athletes, Universities
Type: Original
Date: April 18, 2002

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Athlete Agent	Unknown	Unknown	Unknown
General Revenue	(\$1,032)	(\$1,032)	(\$1,032)
Total Estimated Net Effect on <u>All</u> State Funds *	(\$1,032) to Unknown	(\$1,032) to Unknown	(\$1,032) to Unknown

* Unknown income is from registration fees which would be determined by the Director.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Local Government	\$0	\$0	\$0

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

FISCAL ANALYSIS

ASSUMPTION

Officials of the **State Treasurer's Office** and the **Office of State Courts Administrator** assume no fiscal impact.

Officials of the **Office of Secretary of State** assume that this proposal would impact the Administrative Rules Division. Officials stated that the Division of Professional Registration would promulgate rules, and regulations pursuant to this proposal. Officials estimate that as many as 30 pages would be published in the *Code of State Regulations*. Officials stated that for any given rule, roughly half again as many pages are published in the *Missouri Register* in the Code because cost statements, fiscal notes, and the like are not repeated in Code. The estimated cost of a page in the Missouri Register is \$23.00. The estimated cost of a page in the Code of State Regulations is \$27.00. The actual cost could be more or less than the numbers given. The impact in future years is Unknown and depends upon the frequency and length of rules filed, amended, rescinded, or withdrawn. Officials estimated costs in FY 2003 at (\$1,725) and would be (Unknown) in FY 2000, and 2005. Officials assume there would be a savings from the transfer of (.50 FTE) Clerk Typist II, whose current salary is \$7,968, and with supplies cost of \$300 annually.

Officials of the **Department of Economic Development- Professional Registration** assumes that the necessary appropriation and fund amount would be transferred from the Secretary of State to the Division of Professional Registration. Officials assume that the appropriation amount would include, at a minimum, the necessary expense and equipment to cover expenses. Officials assume that the Division of Professional Registration could absorb the personal service duties associated with the proposal. Officials state that the Secretary of State's Office stated that there are currently less than 35 agents registered.

Officials of the **Department of Revenue** assume no fiscal impact.

Officials of **Truman State University** and **Central Missouri State University** assume no fiscal impact.

The Coordinating Board for Higher Education assume no fiscal impact.

ASSUMPTION (continued)

Oversight assumes that the Secretary of State would lose some administrative functions as they would no longer need (.50 FTE) Clerk Typist II and supplies all associated with

registering athlete agents. In fiscal note 2806-01 the Secretary of State stated that currently their Office registers 18 athlete agents. For purposes of this fiscal note Oversight assumes that a .50 Clerk Typist would not be needed to register 18 athlete agents. Oversight assumes that Professional Registration would need supplies. Therefore Oversight will show fiscal impact to Professional Registration as supplies only of \$300 annually. Oversight assumes registration duties could be handled with current staffing and appropriation. Oversight assumes that should Professional Registration be unable to register 18 agents annually without additional staff, then they could justify funding during the appropriations process. Oversight assumes that current registration fees go to the State's General Revenue Fund. This proposal has the fee deposited in the Athlete Agent's Fund. Oversight will show the loss of income from registration fees to the General Revenue Fund. The GR Fund could have money transferred from the Athlete Agent Fund but only under certain conditions (see Section 436.239.1).

	FY 2003 (10 Mo.)	FY 2004	FY 2005
<u>FISCAL IMPACT - State Government</u>			
GENERAL REVENUE FUND			
<u>Savings</u> to Secretary of State reduction in duties, expense and equip.	\$8,268	\$8,268	\$8,268
<u>Loss</u> to Secretary of State from \$500 registration fee *	(\$9,000)	(\$9,000)	(\$9,000)
<u>Cost</u> to Dept of Economic Development- Division of Professional Registration for Expense and Equipment	(\$300)	(\$300)	(\$300)
ESTIMATED NET EFFECT TO STATE'S GENERAL REVENUE FUND	<u>(\$1,032)</u>	<u>(\$1,032)</u>	<u>(\$1,032)</u>

*** Oversight assumes \$500 registration fee x 18 athlete agents equal \$9,000.**

ATHLETE AGENT FUND

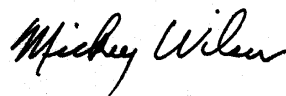
Income to Department of Economic
Development-Professional Registration

The act requires that all agent-athlete contracts must be written and must contain certain information, including the basis for the agent's fee and a notice warning the student-athlete about possible loss of eligibility.

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 State Treasurer
Office of Secretary of State
Office of State Courts Administrator
Department of Economic Development- Division of Professional Registration
Department of Revenue
Coordinating Board for Higher Education
Truman State University
Central Missouri State University
Southwest Missouri State University
University of Missouri



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Acting Director
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