

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5110-02
Bill No.: SCR 66
Subject: Gambling; Higher Education.
Type: Original
Date: April 24, 2002

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
General Revenue *	(Up to \$200,000)	\$0	\$0
Total Estimated Net Effect on <u>All</u> State Funds *	(Up to \$200,000)	\$0	\$0

* Subject to appropriation.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
None			
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 4 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Higher Education** state this proposal does not present a fiscal impact to their agency. The cost of the study will, however, impact General Revenue up to \$200,000.

Officials from the **University of Missouri** estimate that a period of twelve months will be required to complete the study. Estimates are based on a recognition of the complexity of gambling, problem gambling, and the fact that the societal impact of problem gambling and documenting the number of underage problem gamblers cannot be determined in a straightforward, direct manner, but will instead require creative research methods. In addition, computer linkages to and analysis of various data sets relating to public assistance, employment productivity and related impact issues will be required.

Staff:	1 Faculty Researcher @ .25 FTE for 12 months	\$20,000
	1 Faculty Researcher @ .10 FTE for 12 months	8,000
	1 Senior Policy Analyst @ .25 FTE for 12 months	12,500
	1 Admin. Asst. @ .25 FTE for 12 months	6,000
	Fringe Benefits for Staff (@ 25% of staff costs)	11,625
Related Expenses:		
	Consultants on Addictions, Addictive Behaviors, Compulsive Behaviors	7,500
	Intra-state travel to hold hearings	2,000
	Office equipment and telephone charges	750
	Charges for computer hookups, data sharing, and computer time	2,500
	Graphics, copying, binding, mailing, etc. for 300 copies of final report @ \$7.50 per	<u>1,500</u>
Total Estimated Costs		<u>\$72,375</u>

Officials from the **Department of Social Services (DOS)** states the resolution requires all state agencies to furnish the Director of the University Department conducting the study with the information

ASSUMPTION (continued)

considered necessary by the director to carry out the study. Since the study is to include “social service costs” it is conceivable that information would be requested from DOS. DOS assumes it could provide this information with existing resources. Therefore, there would be no fiscal impact to their agency.

Officials from the **Missouri Gaming Commission, Missouri Lottery Commission, Department of Mental Health, Central Missouri State University, Southwest Missouri State University** and **Truman State University** each assume the proposal would not fiscally impact their respective agencies.

Since the report is due to the Governor and the General Assembly not later than January 31, 2004, **Oversight** assumes the appropriation to fund the study, of up to \$200,000, would occur in FY 2003.

<u>FISCAL IMPACT - State Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
GENERAL REVENUE			
<u>Costs - Study of gambling problems *</u>	(Up to <u>\$200,000</u>)	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT TO GENERAL REVENUE *	(UP TO <u>\$200,000</u>)	<u>\$0</u>	<u>\$0</u>

* Subject to appropriation.

<u>FISCAL IMPACT - Local Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
	<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 resolution authorizes the Joint Committee on Wagering and Gaming to solicit state universities to bid to conduct a comprehensive legal and factual study of pathological or serious

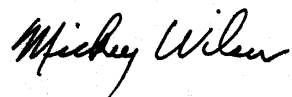
problem gamblers and problem gamblers in this state.

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

Missouri Gaming Commission
Missouri Lottery Commission
Department of Higher Education
Department of Social Services
Department of Mental Health
University of Missouri
Central Missouri State University
Southwest Missouri State University
Truman State University

NOT RESPONDING: **Southeast Missouri State University**



Mickey Wilson, CPA
Acting Director
April 24, 2002