

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 6886-01
Bill No.: HB 2812
Subject: State Treasurer; Property, Real and Personal
Type: #Updated
Date: April 12, 2016
#Updated with State Treasurer's Office response

Bill Summary: This proposal requires the State Treasurer to issue letter rulings regarding the administration of the Uniform Disposition of Unclaimed Property Act.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
#General Revenue	\$0	\$0	\$0
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
#Abandoned Fund	(\$56,457)	(\$47,507)	(\$47,507)
Total Estimated Net Effect on Other State Funds	(\$56,457)	(\$47,507)	(\$47,507)

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
#Abandoned Funds	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 \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Due to time constraints, **Oversight** originally prepared a fiscal note for this bill without all of the agency responses. Oversight has since obtained the Office of the State Treasurer's response and believes the original fiscal note should be updated. Therefore, this fiscal note updates the original by providing agency responses.

Oversight notes this proposal requires the State Treasurer to issue letter rulings regarding the administration of the Uniform Disposition of Unclaimed Property Act, within 60 days of receipt of the request.

#Officials from the **State Treasurer's Office** assume an additional Processing Clerk 3 will be necessary to implement the requirements of this proposal.

<u>FISCAL IMPACT - State Government</u>	FY 2017 (10 Mo.)	FY 2018	FY 2019
#ABANDONED FUNDS FUND			
#Cost - STO			
Salary/Benefits	(\$46,707)	(\$46,707)	(\$46,707)
Administrative costs	(\$8,950)	\$0	\$0
Ongoing costs	(\$800)	(\$800)	(\$800)
Total Cost - STO	<u>(\$56,457)</u>	<u>(\$47,507)</u>	<u>(\$47,507)</u>
FTE Change	1 FTE	1 FTE	1 FTE
#ESTIMATED NET EFFECT TO THE ABANDONED FUNDS FUND	<u>(\$56,457)</u>	<u>(\$47,507)</u>	<u>(\$47,507)</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2017 (10 Mo.)	FY 2018	FY 2019
	<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.

FISCAL DESCRIPTION

This proposal specifies that the State Treasurer must issue a letter ruling, also known as a written interpretation of law, regarding the administration of the Uniform Disposition of Unclaimed Property Act subject to specified terms and conditions.

The Treasurer is required to respond to a request for a letter ruling within 60 days of receipt of such request. The applicant may provide a draft letter ruling for consideration. The applicant may withdraw the request for a letter ruling, in writing, prior to the issuance of the letter ruling. The Treasurer may refuse to issue a letter ruling for good cause but must list the specific reasons for refusing to issue the letter ruling.

Letter rulings bind the Treasurer and his or her successors with respect to the applicant for a period of three years, and such letter ruling applies only to the applicant. A letter ruling issued under these provisions is not a rule as defined in Section 536.010, RSMo, in that it is an interpretation issued with respect to a specific set of facts and intended to apply only to that specific set of facts, and therefore shall not be subject to the rulemaking requirements of Chapter 536.

Information in letter ruling requests are closed to the public. Copies of letter rulings must be available to the public provided that the applicant's identifying information and otherwise protected information is redacted from the letter ruling.

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

#State Treasurer's Office



Mickey Wilson, CPA
Director
April 12, 2016

Ross Strope
Assistant Director
April 12, 2016