

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3064-01
Bill No.: SB 912
Subject: Elections, Lobbying, Public Officers
Type: Original
Date: March 15, 2010

Bill Summary: Expands the ban on public fund expenditures for political purposes and bars lobbyists from serving on advisory committees.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 6 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on FTE	0	0	0

Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials at the **Office of the State Public Defender, Fairgrove School District, St. Louis County, Missouri State University, City of Centralia, Metropolitan Community College, Cass County, Parkway School District, Office of the State Auditor, Department of Agriculture, Special School District, East Central College, Department of Revenue, State Emergency Management Agency, Missouri Gaming Commission, Capitol Police, Missouri Department of Transportation, Fire Safety, Department of Economic Development, Missouri Department of Conservation, Office of the State Courts Administrator, Missouri Southern State University, Department of Elementary and Secondary Education, Linn State Technical College, Missouri Western State University, Department of Mental Health, Department of Higher Education, Missouri Ethics Commission, Department of Health and Senior Services, Moberly Area Community College, Budget and Planning, Office of the Governor, Department of Social Service, Missouri Highway Patrol, Department of Corrections, Department of Labor and Industrial Relations and the Department of Natural Resources** assume that there is no fiscal impact from this proposal.

Officials at the **Office of the Attorney General** assume that any potential costs arising from this proposal can be absorbed with existing resources.

Officials at the **Missouri Veterans Commission** assume an unknown fiscal impact.

Officials at the **Department of Public Safety** assume an unknown impact of less than \$100,000 per year.

Officials at the **City of Kansas City** assume this legislation will have a negative fiscal impact on the City, because the City would lose the ability to hire someone to lobby the General Assembly in furtherance of Kansas City's interests. For example, Kansas City could lose \$200 million per year if it lost its earnings tax; if Kansas City could not lobby effectively then it couldn't argue persuasively on the importance of maintaining such tax.

Officials at the **University of Central Missouri** assume the impact to UCM could be incalculable. The inability for the University to be able to offer any comment regarding legislation or ballot measures could have immeasurable negative impact. UCM could well lose a major portion of its appropriations which could translate to the millions of dollars. Best estimate a minimum of 10% of appropriations, or \$6 million plus.

ASSUMPTION (continued)

Officials from the **Office of the Secretary of State (SOS)** state many bills considered by the General Assembly include provisions allowing or requiring agencies to submit rules and regulations to implement the act. The SOS is provided with core funding to handle a certain amount of normal activity resulting from each year's legislative session. The fiscal impact for this fiscal note to the SOS for Administrative Rules is less than \$2,500. The SOS recognizes that this is a small amount and does not expect that additional funding would be required to meet these costs. However, the SOS also recognizes that many such bills may be passed by the General Assembly in a given year and that collectively the costs may be in excess of what the office can sustain with the core budget. Therefore, the SOS reserves the right to request funding for the cost of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the governor.

Oversight assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriation process.

No other City, County, School, College or University responded to **Oversight's** request for fiscal impact.

Oversight assumes no fiscal impact from this proposal as the ban on public funds is already in statute and is simply being revised and clarified with this proposal. Oversight assumes that with the significant penalty that can be assessed for failure to comply with this provision of statute, that the state agencies and political subdivisions will comply and no penalty will be collected. Therefore, Oversight is not showing the collection of the penalty in the fiscal note.

Oversight additionally assumes the prohibition of lobbyists serving on committees of the state should have no fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<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

The proposed legislation appears to have no fiscal impact.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

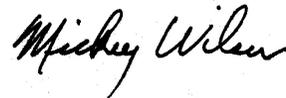
SOURCES OF INFORMATION

Budget and Planning
Department of Agriculture
Department of Conservation
Department of Corrections
Department of Economic Development
Department of Elementary and Secondary Education
Department of Health and Senior Services
Department of Higher Education
Department of Labor and Industrial Relations
Department of Mental Health
Department of Revenue
Department of Public Safety
 State Emergency Management Agency
 Capitol Police
 Missouri Gaming Commission
 Fire Safety
Department of Social Services
Department of Transportation
Missouri Ethics Commission
Missouri Highway Patrol
Missouri Veterans Commission
Office of the Attorney General

JH:LR:OD

SOURCES OF INFORMATION (continued)

Office of the Governor
Office of the Secretary of State
Office of the State Auditor
Office of the State Courts Administrator
Office of the State Public Defender
East Central College
Linn State Technical College
Metropolitan Community College
Missouri State University
Missouri Southern State University
Missouri Western State University
Moberly Area Community College
University of Central Missouri
Fairgrove School District
Parkway School District
Special School District
City of Centralia
City of Kansas City
Cass County
St. Louis County



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Director
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