

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4331-02
Bill No.: Perfected SS for SB 757
Subject: Boards, Commissions, Committees, Councils; Contracts and Contractors; Federal-State Relations
Type: Original
Date: March 24, 2010

Bill Summary: Establishes the Joint Committee on Recovery Accountability and Transparency, requires amounts withheld from the state budget and out-of-state travel to be posted on the Missouri Accountability portal, and requires county auditors to inventory certain property.

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 5 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	\$15,000	\$18,000	\$18,000

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Missouri Department of Transportation and Office of Administration (COA) - Division of Budget and Planning** assume the proposal will have no fiscal impact on their organizations.

Officials from the **COA - Information Technology Services Division (ITSD)** state ITSD can report by individual the travel costs directly reimbursed to the employee (mostly meals and miscellaneous expenses) and can report, in total, out-of-state travel costs using MAPS (Missouri Accountability Portal System). To report details for other expenditures, like the cost per employee for conferences, hotels and air travel, the ITSD would need to have the information submitted by the agencies and then post on MAPS or link to the agency website.

The ITSD assumes the responsibilities and reporting required by the proposal could be performed within existing resource levels.

Officials from the **COA - Division of Accounting** state that assuming the Missouri Accountability Portal website is maintained at the current level, the proposal will have no fiscal impact on their organization. However, if a major change would need to be implemented in the future, funding for salaries/consultants would need to be considered.

Officials from the **Missouri Senate (SEN)** state the proposal establishes the Joint Committee on Recovery Accountability and Transparency which is comprised of four members from the Senate and four members from the House. The purpose of this committee is to coordinate and conduct oversight of covered funds to prevent fraud, waste, and abuse. The SEN anticipates some minor expenses related to the operation of the committee, but assumes cost can be absorbed within current appropriation levels.

In response to the previous version of this proposal, officials from the **Office of the Governor** assumed the proposal will have no fiscal impact on their organization.

In response to the previous version of this proposal, officials from the **Missouri House of Representatives (MHR)** assumed joint committee expenses will be paid from the Senate's joint contingent expenses appropriation and there will be no fiscal impact to the MHR.

In response to a similar bill (SB 628), officials from the **Office of the State Auditor and St. Louis County** assumed the proposal would have no fiscal impact on their agencies.

ASSUMPTION (continued)

In response to a similar bill (SB 628), officials from **St. Charles County** estimated a savings of \$18,000 annually by eliminating fixed asset tracking of small dollar items.

<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
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LOCAL GOVERNMENTS

Savings - St. Charles County

Elimination of fixed asset tracking of small dollar items	<u>\$15,000</u>	<u>\$18,000</u>	<u>\$18,000</u>
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ESTIMATED NET EFFECT TO LOCAL GOVERNMENTS	<u>\$15,000</u>	<u>\$18,000</u>	<u>\$18,000</u>
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FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This proposal requires the auditor of any county with a charter form of government to annually take an inventory of county property with an original value of \$1,000 or more, rather than \$250.

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

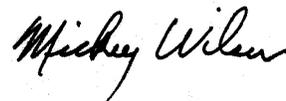
SOURCES OF INFORMATION

Office of Administration -
 Division of Accounting
 Division of Budget and Planning
 Information Technology Services Division
 Missouri Department of Transportation
 Office of the Governor

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SOURCES OF INFORMATION (continued)

Missouri House of Representatives
Missouri Senate
Office of State Auditor
St. Louis County
St. Charles County

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
March 24, 2010