

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 4801-02  
Bill No.: HB 1494  
Subject: Ethics; Political Subdivisions; State Departments; Business and Commerce  
Type: Original  
Date: February 20, 2012

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Bill Summary: This proposal requires any entity receiving state funds to publish the name and compensation of each lobbyist employed by the entity and the name and membership dues paid to any other entity.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 7 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
<b>FUND AFFECTED</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

- 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).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials at the **Administrative Hearing Commission, Alcohol & Tobacco Control, Budget and Planning, Capitol Police, Department of Agriculture, Department of Conservation, Department of Corrections, Department of Health and Senior Services, Department of Insurance, Financial Institutions and Professional Registration, Department of Labor and Industrial Relations, Department of Mental Health, Department of Natural Resources, Department of Revenue, Department of Social Services, Fire Safety, Joint Committee on Administrative Rules, Joint Committee on Public Employee Retirement, Metropolitan Community College, Mexico School District, Missouri Consolidated Health Care Plan, Missouri Ethics Commission, Missouri Gaming Commission, Missouri Highway Patrol, Missouri House of Representatives, Missouri Lottery, Missouri Senate, Missouri Southern State University, Missouri State University, Missouri Veterans Commission, MoDOT & Patrol Employees' Retirement System, Northwest Missouri State University, Office of the State Auditor, Office of State Courts Administrator, Office of the State Public Defender, Office of State Treasurer, Parkway School District, State Emergency Management Agency, State Tax Commission** and the **University of Central Missouri** assume there is no fiscal impact from this proposal.

Officials at the **Department of Economic Development** assume they pay dues to 108 different entities or organizations each year. The estimated cost of the newspaper ad would be \$155 annually.

Officials at the **Division of Tourism** assume they pay dues to numerous organizations. Based on an average cost of \$60 to \$600 per inch, Tourism expects to pay \$360 to \$3,600 annually.

Officials at the **Office of the Secretary of State** assume the cost of a one-eighth page ad in the Sunday edition of the Jefferson City News-Tribune to list lobbyist compensation and membership will cost \$187.50.

Officials at the **Missouri Department of Transportation (MoDOT)** assume that if the department continues to receive General Revenue Funds beginning on January 1, 2013, then MoDOT would be required to publish a list of each registered lobbyist employed by the Department in a newspaper of general circulation. This bill will only have a fiscal impact on MoDOT if it continues to receive General Revenue Funds, as well as if there are costs associated with the publication of such notice. Any negative fiscal impact would be unknown, less than \$1,000.

ASSUMPTION (continued)

Officials at the **Department of Higher Education** assume it would need to print approximately 14 lines in the paper at a cost of \$35 per year.

Officials at the **City of Kansas City** and the **St Louis Community College** assume the cost is the ad in the newspaper.

Officials at the **Missouri Western State University** assume the cost of the newspaper ad to be \$200 to \$250.

Officials at the **Office of Prosecution Services** assume a minor negative impact for publishing the required information.

Officials at the **St. Charles Community College** assume an expense of \$3,000 annually.

Officials at the **Linn State Technical College** assume an unknown impact.

Officials at the **Department of Elementary and Secondary Education** assume there is no state cost to the foundation formula associated with this proposal. Should the new crimes and amendments to current law result in additional fines or penalties, DESE cannot know how much additional money might be collected by local governments or the DOR to distribute to schools. To the extent fine revenues exceed 2004-2005 collections, any increase in this money distributed to schools increases the deduction in the foundation formula the following year. Therefore the affected districts will see an equal decrease in the amount of funding received through the formula the following year; unless the affected districts are hold-harmless, in which case the districts will not see a decrease in the amount of funding received through the formula (any increase in fine money distributed to the hold-harmless districts will simply be additional money). An increase in the deduction (all other factors remaining constant) reduces the cost to the state of funding the formula.

**Oversight** assumes this proposal would require entities to post an ad in the newspaper. Oversight assumes the cost of the newspaper ad could be absorbed by each entity and therefore this proposal would have no fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
	<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

Administrative Hearing Commission  
Alcohol & Tobacco Control  
Budget and Planning  
Capitol Police  
City of Kansas City  
Department of Agriculture  
Department of Conservation  
Department of Corrections  
Department of Elementary and Secondary Education  
Department of Economic Development  
Department of Health and Senior Services  
Department of Higher Education  
Department of Insurance, Financial Institutions and Professional Registration  
Department of Labor and Industrial Relations  
Department of Mental Health

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ASSUMPTION (continued)

Department of Natural Resources  
Department of Revenue  
Department of Social Services  
Fire Safety  
Joint Committee on Administrative Rules  
Joint Committee on Public Employee Retirement  
Linn State Technical College  
Metropolitan Community College  
Mexico School District  
Missouri Consolidated Health Care Plan  
Missouri Department of Transportation  
Missouri Ethics Commission  
Missouri Gaming Commission  
Missouri Highway Patrol  
Missouri House of Representatives  
Missouri Lottery  
MoDOT & Patrol Employees' Retirement System  
Missouri Senate  
Missouri Southern State University  
Missouri State University  
Missouri Western State University  
Missouri Veterans Commission  
Northwest Missouri State University  
Office of Prosecution Services  
Office of the Secretary of State  
Office of the State Auditor  
Office of State Courts Administrator  
Office of the State Public Defender  
Office of State Treasurer  
Parkway School District  
St. Charles Community College  
St. Louis Community College  
State Emergency Management Agency  
State Tax Commission  
University of Central Missouri

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A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive style with a large, prominent "M" and "W".

Mickey Wilson, CPA  
Director  
February 20, 2012

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