

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2562-01
Bill No.: HB 788
Subject: Business and Commerce; Entertainment, Sports and Amusements; Property.
Type: Original
Date: January 20, 2004

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
General Revenue*	\$0	\$0	\$0
Total Estimated Net Effect on General Revenue Fund*	\$0	\$0	\$0

* Revenue and Expense that net to \$0.

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Secretary of State (SOS)** assume there would be costs due to additional publishing duties related to the Department of Public Safety's authority to promulgate rules, regulations, and forms. SOS estimates the division could require approximately 8 new pages of regulations in the Code of State Regulations at a cost of \$27.00 per page, and 12 new pages in the Missouri Register at a cost of \$23.00 per page. Costs due to this proposal are estimated to be \$492, however, the actual fiscal impact would be dependent upon the actual rule-making authority and may be more or less. Financial impact in subsequent fiscal years would depend entirely on the number, length, and frequency of the rules filed, amended, rescinded, or withdrawn. SOS does not anticipate the need for additional staff as a result of this proposal, however, the enactment of more than one similar proposal may, in the aggregate, necessitate additional staff.

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. Any decisions to raise fees to defray costs would likely be made in subsequent fiscal years.

ASSUMPTION (continued)

RAS:LR:OD (12/02)

Officials from the **Department of Insurance** assume this proposal would not fiscally impact their agency.

Officials from the **Department of Public Safety - Division of Fire Safety (DFS)** state they currently administer the Amusement Ride Safety program. According to this proposed legislation, climbing walls would have to be inspected, and thereby permitted by DFS. Since the number of climbing walls in the state is unknown, the fiscal impact is unknown. DFS estimates there to be no more than 500 climbing walls in the state with a maximum cost of administering the program to be \$25,000.

DFS also stated the proposal would result in additional fee revenue (\$15 permit fee per amusement ride) for the state, however, this total is also unknown due to the unknown number of climbing walls in the state.

Oversight assumes DFS would collect permit fee revenue of up to \$7,500 (based on DFS's estimate of no more than 500 climbing walls at \$15 each calendar year). Oversight also assumes DFS' expenses would not be substantially different than the fee charged for the permit, and therefore will use the same amount, resulting in a zero net fiscal impact to the state.

This proposal could increase Total State Revenues.

<u>FISCAL IMPACT - State Government</u>	FY 2005 (10 Mo.)	FY 2006	FY 2007
GENERAL REVENUE FUND			
<u>Income</u> - DFS permit fees for climbing walls	Up to \$7,500	Up to \$7,500	Up to \$7,500
<u>Expense</u> - DFS for administration of climbing wall permits	<u>(Up to \$7,500)</u>	<u>(Up to \$7,500)</u>	<u>(Up to \$7,500)</u>
ESTIMATED NET EFFECT TO THE GENERAL REVENUE FUND	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2005 (10 Mo.)	FY 2006	FY 2007
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\$0

\$0

\$0

FISCAL IMPACT - Small Business

Small businesses with rock climbing walls would now have to pay for their walls to be inspected as well as attain an annual permit from the Division of Fire Safety.

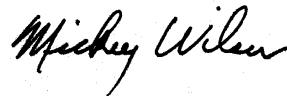
DESCRIPTION

This proposal makes all rock climbing walls over 10 feet tall operating in the state subject to the same state laws that regulate amusement rides.

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

Department of Public Safety
Division of Fire Safety
Office of the Secretary of State
Department of Insurance



Mickey Wilson, CPA
Director
January 20, 2004