

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3951-02
Bill No.: HB 1223
Subject: General Assembly; Insurance Dept.
Type: Original
Date: February 23, 2004

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
General Revenue	\$10,000	\$10,000	\$10,000
Total Estimated Net Effect on General Revenue Fund	\$10,000	\$10,000	\$10,000

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Insurance Dedicated Fund	(\$10,000)	(\$10,000)	(\$10,000)
Total Estimated Net Effect on <u>All</u> State Funds	(\$10,000)	(\$10,000)	(\$10,000)

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 Administration (COA) - Division of Accounting, COA - Division of Budget and Planning** and **Missouri House of Representatives** assume the proposal will have no fiscal impact on their organizations.

Officials from the **Department of Insurance** state the cost of the membership dues in the National Conference of Insurance Legislators are approximately \$10,000 annually. These costs will be paid from the Insurance Dedicated Fund.

Officials from the **Missouri Senate (SEN)** state this proposal would assign statutory authority for paying the State of Missouri's annual dues for membership in the National Conference of Insurance Legislators to the Department of Insurance. In doing so, this proposal would also appear to be statutorily mandating membership in the organization.

Until calendar year 2003, the legislature has typically paid for the membership to this organization out of the joint contingent appropriation (General Revenue). Annual dues are presently \$10,000 per year. Dues for calendar year 2003 remain unpaid (due to budget cuts) and the dues for calendar year 2004 have already been invoiced by the organization.

<u>FISCAL IMPACT - State Government</u>	FY 2005 (10 Mo.)	FY 2006	FY 2007
GENERAL REVENUE FUND			
<u>Savings - Joint Contingent</u>			
<u>Appropriations</u>			
Membership dues	<u>\$10,000</u>	<u>\$10,000</u>	<u>\$10,000</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE FUND	<u>\$10,000</u>	<u>\$10,000</u>	<u>\$10,000</u>
INSURANCE DEDICATED FUND			
<u>Costs - Department of Insurance</u>			
Membership dues	<u>(\$10,000)</u>	<u>(\$10,000)</u>	<u>(\$10,000)</u>
ESTIMATED NET EFFECT ON INSURANCE DEDICATED FUND	<u>(\$10,000)</u>	<u>(\$10,000)</u>	<u>(\$10,000)</u>
 <u>FISCAL IMPACT - Local Government</u>	 FY 2005 (10 Mo.)	 FY 2006	 FY 2007
	<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.

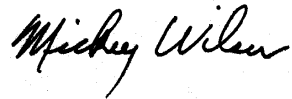
DESCRIPTION

This proposal requires the Department of Insurance to pay the state's annual dues for membership in the National Conference of Insurance Legislators.

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 Budget and Planning
 Division of Accounting
Department of Insurance
Missouri House of Representatives
Missouri Senate

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

Mickey Wilson, CPA
Director
February 23, 2004