

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0737-01
Bill No.: HB 163
Subject: Veterans
Type: Original
Date: January 14, 2005

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Veterans' Commission Capital Improvement Trust	(\$185,282)	\$0	\$0
Total Estimated Net Effect on <u>Other</u> State Funds	(\$185,282)	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Public Safety - Office of the Director** and the **Missouri Veterans Commission** each assume the proposal will not fiscally impact their respective agencies.

Officials from the **Office of the Adjutant General (OTAG)** state this proposal extends the Korean War Veteran Recognition Program by one year through January 1, 2006.

OTAG states their FY 2005 operational budget includes \$818,593 in Veterans Capital Improvement Trust funds (VCITF), but will lapse at end of FY 2005. If this legislation is approved, funding will need to be identified and appropriated in FY 2006 to implement the legislation and complete the program. It is projected that the VCITF monies currently appropriated for FY 2005, if reappropriated for FY 2006, would be sufficient to fund the extended program.

Demographics furnished by the Veterans Commission estimate that 91,400 Korean Veterans live in Missouri and approximately 150,000 Missouri residents originally entered the Korean War. Approximately 15%, or 13,000 (based on actual medals awarded) of the living veterans have applied for recognition awards. OTAG assumes the current Korean Veteran Program staff would

ASSUMPTION (continued)

be extended through April 1, 2006 (an additional 15 months) and program materials and medals would support approximately 10,000 to 15,000 additional awards with only minimal additional operational support required.

OTAG assumes a total cost of \$185,282 in FY 2006 to extend the application deadline to January 1, 2006.

The application period as stated in the proposal is extended to January 1, 2006, therefore, **Oversight** assumes this program will be completed in FY 2006. Oversight also assumes that OTAG will administer this program with the temporary employees and necessary supplies as estimated by OTAG.

Oversight assumes any unutilized balance of the \$818,593 appropriation from FY 2005 could cover at least some of the additional costs resulting from this proposal. However, making the FY 2005 surplus available to be used in FY 2006 would have to be executed through reappropriation budget decisions and Oversight has reflected the fiscal impact to the Veterans Capital Improvement Trust Fund as the actual anticipated cost of extending the Korean Conflict Medallion Program for 12 months.

<u>FISCAL IMPACT - State Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
VETERANS COMMISSION CAPITAL IMPROVEMENT TRUST FUND			
<u>Costs - Adjutant General's Office for the Korean Conflict Medallion Program</u>			
Expense and Equipment -	(\$147,782)	\$0	\$0
Medals, Medallions and Certificates	(\$37,500)	\$0	\$0
<u>Total Costs - Adjutant General's Office</u>	<u>(\$185,282)</u>	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT TO THE VETERANS COMMISSION CAPITAL IMPROVEMENT TRUST FUND	<u>(\$185,282)</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Local Government

FY 2006
(10 Mo.)

FY 2007

FY 2008

\$0

\$0

\$0

FISCAL IMPACT - Small Business

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

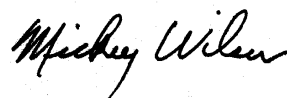
DESCRIPTION

Current law requires that applications for the Korean Conflict medallion, medal, and certificate be filed with the Office of the Adjutant General between January 1, 2004, and January 1, 2005. This bill extends the deadline to January 1, 2006.

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
Director's Office
Missouri Veterans Commission
Office of the Adjutant General



Mickey Wilson, CPA
Director
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