

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1832-01
Bill No.: HB 880
Subject: Administration, Office of; Business and Commerce; Minorities
Type: Original
Date: April 5, 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
Total Estimated Net Effect on <u>Other</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 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 **Office of Administration - Division of Facilities Management Design and Construction (FMDC)** assume the fiscal impact of this proposal is unknown.

Oversight assumes any additional costs would be accomplished during the normal budgetary process. Therefore, Oversight assumes this initial administrative impact of this proposal is \$0.

Officials from the **Missouri House of Representatives, Missouri Senate, and Missouri Department of Conservation** assume not fiscal impact to their agency.

Officials from the **Department of Health and Senior Services (DHSS)** assume this proposal would not be expected to fiscally impact the operations of DHSS. If an impact were to result, funds to support the program would be sought through the appropriations process.

Officials from the **Office of Administration - Division of Purchasing and Materials Management (DPMM)** assume the impact of this proposal will not be known until it has been determined if any of the recommendations and requirements proposed by the committee will affect the State's procurement process.

ASSUMPTION (continued)

Oversight assumes any additional costs would be accomplished during the normal budgetary process. Therefore, Oversight assumes this initial administrative impact of this proposal is \$0.

Officials from the **Department of Mental Health (DMH)** currently follow all guidelines and requirements concerning MBE/WBE contracting and reporting. There is nothing in this legislation that will require major changes in how DMH contracts with MBE/WBE vendors. Therefore, no fiscal impact is anticipated.

Officials from the **Department of Transportation (MoDOT)** assume this proposal will require a new study to be conducted for the state MBE/WBE program. Historically, MoDOT. was not included in past studies. MoDOT assumes they would have the opportunity to participate in the new study. MoDOT's participation in the study would assist it in being able to participate in the program.

<u>FISCAL IMPACT - State Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

Yes. It would positively affect minority owned small businesses.

DESCRIPTION

This bill establishes the MBE/WBE Oversight Review Committee within the Office of Administration to increase and maintain participation of certified socially and economically disadvantaged small business concerns or minority business enterprises in supplies, services, and

DESCRIPTION (continued)

construction contracts with the state. A study of the availability of socially and economically disadvantaged small business concerns and minority business enterprises in the marketplace must be completed by December 31, 2007. The Office of Administration will staff the committee and aid in the performance of the committee's duties.

The provisions of the bill will expire six years from the effective date.

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 Facilities Management Design and Construction

Division of Purchasing & Materials Management

Missouri House of Representatives

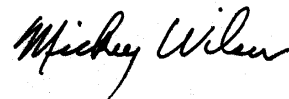
Missouri Senate

Missouri Department of Conservation

Department of Health and Senior Services

Department of Mental Health

Department of Transportation



Mickey Wilson, CPA
Director
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