

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 3485-01  
Bill No.: HB 1186  
Subject: Employees - Employers; Labor and Management  
Type: Original  
Date: April 27, 2006

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**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
<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 2007	FY 2008	FY 2009
<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 5 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2007</b>	<b>FY 2008</b>	<b>FY 2009</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 LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2007</b>	<b>FY 2008</b>	<b>FY 2009</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

### **FISCAL ANALYSIS**

#### **ASSUMPTION**

Officials from the **Department of Elementary and Secondary Education**, the **Department of Health and Senior Services**, the **Department of Health**, the **Department of Labor and Industrial Relations**, the **Department of Mental Health**, the **Department of Social Services**, the **Department of Transportation**, the **Southeast Missouri Regional Crime Lab**, **Lincoln University**, **Missouri State University**, the **University of Missouri**, **Truman State University**, the **Metropolitan Community College**, **Cass County**, **Hickory County**, **Jasper County**, **Jefferson County**, the **Columbia Public School System**, the **Parkway School District**, the **Boone County Sheriff's Department**, and the **St. Louis Metropolitan Police Department** assume this proposal would have no fiscal impact on their organizations.

Officials from **Nodaway County** assume this proposal could have a fiscal impact to their organization if the County Commission was required to hire an employee to monitor contractors and subcontractors.

ASSUMPTION (continued)

Officials from the **Department of Elementary and Secondary Education (DESE)** 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 the 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 the fiscal impact on this proposal to the state and to its political subdivisions would be minimal.

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
	<u><b>\$0</b></u>	<u><b>\$0</b></u>	<u><b>\$0</b></u>

<u>FISCAL IMPACT - Local Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
	<u><b>\$0</b></u>	<u><b>\$0</b></u>	<u><b>\$0</b></u>

FISCAL IMPACT - Small Business

This proposal could have a fiscal impact to small businesses who hire illegal aliens.

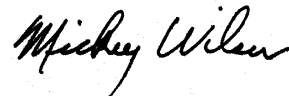
### DESCRIPTION

This proposal would prohibit illegal aliens from working on publicly-financed projects. Any employer of illegal aliens would be fined ten dollars per individual illegal alien per day each individual illegal alien was employed or subcontracted, and the violator would not be eligible to bid on any publicly-financed project submitted for bids for the ten years immediately following the last violation. Any employer of an illegal alien would forfeit as a penalty to the state, county, city, town, district, or other political subdivision on whose behalf the contract is made or awarded ten dollars for each illegal alien employed, for each calendar day or portion thereof, and the public body awarding the contract would, when making payments to such person under that contract, withhold and retain the amount due.

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 Elementary and Secondary Education  
Department of Health and Senior Services  
Department of Health  
Department of Labor and Industrial Relations  
Department of Mental Health  
Department of Social Services  
Department of Transportation  
Southeast Missouri Regional Crime Lab  
Lincoln University  
Missouri State University  
University of Missouri  
Truman State University  
Metropolitan Community College  
Cass County  
Hickory County  
Jasper County  
Jefferson County  
Nodaway County  
Columbia Public School System  
Parkway School District  
Boone County Sheriff's Department  
St. Louis Metropolitan Police Department



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