

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4366-01
Bill No.: HB 1549
Subject: Licenses - Driver's; Revenue Department; Veterans; Vital Statistics
Type: Original
Date: March 13, 2006

FISCAL SUMMARY

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND | | | |
|---|------------|------------|------------|
| FUND AFFECTED | FY 2007 | FY 2008 | FY 2009 |
| | | | |
| | | | |
| Total Estimated Net Effect on General Revenue Fund | \$0 | \$0 | \$0 |

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS | | | |
|---|------------|------------|------------|
| FUND AFFECTED | FY 2007 | FY 2008 | FY 2009 |
| | | | |
| | | | |
| 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 2007 | FY 2008 | FY 2009 |
| | | | |
| | | | |
| Total Estimated Net Effect on <u>All</u> Federal Funds | \$0 | \$0 | \$0 |

| ESTIMATED NET EFFECT ON LOCAL FUNDS | | | |
|--|----------------|----------------|----------------|
| FUND AFFECTED | FY 2007 | FY 2008 | FY 2009 |
| Local Government | \$0 | \$0 | \$0 |

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Health and Senior Services, Office of the Adjutant General** and the **Missouri Veterans' Commission** each assume the proposal would not fiscally impact their respective agencies.

Officials from the **Department of Revenue (DOR)** state the proposal requires modifications to lawful presence document acceptance procedures for DOR contract license offices, central mini branch office and internal processing staff. This change will also require modifications to the Over The Counter license issuance systems in the central and contract offices to allow selection of the Certificate of Release or Discharge from Active Duty, DDForm 214, to be used as an acceptable document for verification of lawful presence. It also requires the director to apply for a federal waiver if any federal law or regulation prohibits or restricts the lawful presence requirement to allow the use of DDForm 214.

DOR states the proposal would have an administrative impact on their Customer Services Division - Driver License Bureau (DLB). The legislation will require programming changes to the Mo Driver License (MODL) system, Central Driver Information System (CDIS) and Missouri Electronic Driver License (MEDL also referred to as Over The Counter -OTC) software. These programming changes will need to be designed and tested. Procedures, website and other

ASSUMPTION (continued)

documents listing acceptable documents for proof of lawful presence must be revised.

DLB Testing

FY07

| | |
|------------------|--|
| 160 | Hours for requirements and testing |
| X <u>\$23.10</u> | Hourly rate for a Computer Information Technologist III (CITIII) |
| \$3,696.00 | Total Testing Costs |

DOR's Information Technology Bureau states they would need programming changes to be done to MODL, CDIS and MEDL (OTC) to allow for a new lawful presence document selection for applicants using a DD214, that sets an indicator on MODL similar to the US citizen indicator that would be sent to MEDL to bypass the lawful presence verification screen on subsequent transactions.

FY07

| | |
|--------------|--------------------------------------|
| 12 | Hours for OTC programming |
| X <u>100</u> | Hourly rate for contract programming |
| \$1,200 | Total Programming Costs |

In summary, DOR anticipates \$4,896 of programming expense to be incurred in FY 2007 to incorporate the changes resulting from this proposal.

Oversight assume DOR can absorb the costs estimated in the proposal within existing resources. However, the addition of similar proposals would cause DOR to request additional funding to cover the cumulative impact of the proposals.

FISCAL IMPACT - State Government

FY 2007
(10 Mo.)

FY 2008

FY 2009

\$0

\$0

\$0

FISCAL IMPACT - Local Government

FY 2007
(10 Mo.)

FY 2008

FY 2009

\$0

\$0

\$0

FISCAL IMPACT - Small Business

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

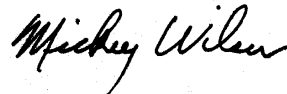
DESCRIPTION

This proposal allows a military veteran to submit his or her certificate of release or discharge from active duty instead of submitting a birth certificate as proof of lawful presence for the purpose of obtaining a driver's or nondriver's license. If federal law or regulation prohibits this exception or results in the loss of federal funds, the Director of the Department of Revenue must apply for a federal waiver to allow the use of the form.

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 Revenue
Department of Health and Senior Services
Office of the Adjutant General
Missouri Veterans' Commission



Mickey Wilson, CPA
Director
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