

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4414-01
Bill No.: HB 1113
Subject: Driver's; Motor Vehicles; Revenue Department
Type: Original
Date: February 4, 2014

Bill Summary: This proposal allows persons sixty years of age or older to renew nondriver's identification without being physically present at the license bureau.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 6 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of the Secretary of State (SOS)** assume many bills considered by the General Assembly include provisions allowing or requiring agencies to submit rules and regulations to implement the act. The SOS is provided with core funding to handle a certain amount of normal activity resulting from each year's legislative session. The fiscal impact for this fiscal note to the Secretary of State's Office for Administrative Rules is less than \$2,500. The SOS recognizes that this is a small amount and does not expect that additional funding would be required to meet these costs. However, we also recognize that many such bills may be passed by the General Assembly in a given year and that collectively the costs may be in excess of what our office can sustain with our core budget. Therefore, we reserve the right to request funding for the cost of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the governor.

Oversight assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriation process.

Officials from the **City of Kansas City** assume the proposal will have no fiscal impact on their organization.

Officials from the **Joint Committee on Administrative Rules** state this legislation is not anticipated to cause a fiscal impact beyond its current appropriation.

Officials from the **Department of Revenue (DOR)** assume this legislation requires the Department to renew the nondriver license of any person sixty years of age or older who has granted someone legal power of attorney for such purpose provided he or she has met all other requirements and shall not require the physical presence of the nondriver license holder for such renewal.

The following procedures will need to be implemented for the changes in this proposal:

- Modification to the Missouri Electronic Driver License System (MEDL-CI) to allow for use of retaining the prior image on file and collection of the power of attorney name and signature in addition to the applicant signature as signed by the power of attorney;

ASSUMPTION (continued)

- Updates to the Department's website information related to nondriver license application requirements; and
- Modification to internal procedures, manuals, forms, website information and other IT modifications relating to nondriver license issuance.

Administrative Impact

Driver's License Bureau - FY '15

Administrative Analyst -	200 hrs @ \$25 (1 1/2) per hr =	\$5,000
Management Analyst Specialist II -	240 hrs @ \$24 per hr =	\$5,760
Revenue Band Manager -	40 hrs @ \$31 per hr =	<u>\$1,240</u>
	Total =	\$12,000

Personnel Services Bureau - FY '15

Administrative Analyst III -	40 hrs @ \$23 per hr =	\$920
Management Analysis Specialist 1 -	160 hrs @ \$21 per hr =	<u>\$3,360</u>
	Totals =	\$4,280

OA-ITSD - FY '15

Administrative Analyst III -	60 hrs @ \$27.30 per hr =	<u>\$4,368</u>
	Totals =	\$4,368

In summary, DOR assumes a cost of \$20,648 (\$12,000 + \$4,280 + \$4,368) in FY 2015 to provide for the implementation of the changes in this proposal.

Oversight assumes DOR is provided with core funding to handle a certain amount of activity each year. Oversight assumes DOR could absorb the costs related to this proposal. If multiple bills pass which require additional staffing and duties at substantial costs, DOR could request funding through the appropriation process.

<u>FISCAL IMPACT - State Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
	<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.

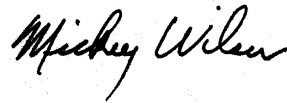
FISCAL DESCRIPTION

The proposed legislation appears to have no direct fiscal impact.

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
Joint Committee on Administrative Rules
Office of the Secretary of State
City of Kansas City

A handwritten signature in black ink that reads "Mickey Wilson". The signature is fluid and cursive, with the first name "Mickey" and last name "Wilson" clearly distinguishable.

Mickey Wilson, CPA
Director
February 4, 2014

Ross Strobe
Assistant Director
February 4, 2014