

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 6237-01  
Bill No.: HB 2466  
Subject: Law Enforcement Officers and Agencies; Department of Public Safety  
Type: Original  
Date: February 22, 2016

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Bill Summary: This proposal establishes the "Community Crime Reduction Grant Program" to provide moneys to qualifying municipal police departments.

**FISCAL SUMMARY**

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
General Revenue	(Could exceed \$2,231,250)	(Could exceed \$2,677,500)	(Could exceed \$2,677,500)
<b>Total Estimated Net Effect on General Revenue</b>	<b>(Could exceed \$2,231,250)</b>	<b>(Could exceed \$2,677,500)</b>	<b>(Could exceed \$2,677,500)</b>

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
<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 6 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

☒ Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
<b>Local Government</b>	<b>(Could exceed \$2,231,250)</b>	<b>(Could exceed \$2,677,500)</b>	<b>(Could exceed \$2,677,500)</b>

## **FISCAL ANALYSIS**

### **ASSUMPTION**

**Oversight** was unable to receive some of the agency responses in a timely manner due to the short fiscal note request time. Oversight has presented this fiscal note on the best current information that we have or on prior year information regarding a similar bill. Upon the receipt of agency responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval of the chairperson of the Joint Committee on Legislative Research to publish a new fiscal note.

Officials from the **Office of the State Treasurer** assume no fiscal impact from the proposal.

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

**Oversight** notes that, according to the City of Columbia's adopted FY 2016 budget, Columbia has had the following ratio of police department employees to population:

	Sworn Officers per 1,000 population	Civilian Employees per 1,000 population
FY 2016 (adopted)	1.36	0.29
FY 2015 (estimated)	1.38	0.27
FY 2014 (actual)	1.39	0.26
FY 2013 (actual)	1.39	0.27

For the FY 2016 budget, Columbia has 165 sworn police officer positions and 35 civilian positions (200 total in department) and an estimated population of 119,476 (in 2014). Therefore, using a future estimated population of 125,000, meeting the "two officers per one thousand people" threshold as stated in the bill would require 250 police officers. Oversight assumes this refers to sworn officers and does not include civilian employees. Therefore, Columbia would need to add roughly 85 (250 - 165) police officers to meet the threshold.

Assuming a starting salary of \$42,000, and fringe benefits of approximately 50 percent, an additional 85 police officers would equate to \$5,355,000 (85 x (\$42,000 x 1.5)) in costs. Under §589.805.3 (1), the state would provide fifty percent (\$2,677,500) of this funding. Additional costs may be incurred under subdivision (2), where the state pays for the new officers to attend at least one seminar relating to fair and impartial policing and one seminar related to racial sensitivity.

ASSUMPTION (continued)

**Oversight** did not receive a response from the St. Joseph Police Department and could not quickly determine if they would qualify for the program. Therefore, Oversight will reflect total cost for the program of "Could exceed" those estimated for Columbia to meet the threshold.

**Oversight** will reflect 10 months of impact in FY 2017.

**Oversight** will assume the Department of Public Safety (DPS) could implement this program with existing resources.

<u>FISCAL IMPACT - State Government</u>	FY 2017 (10 Mo.)	FY 2018	FY 2019
<b>GENERAL REVENUE</b>			
<u>Costs</u> - Department of Public Safety - grants to Columbia Police Department and/or St. Joseph Police Department	(Could exceed <u>\$2,231,250</u> )	(Could exceed <u>\$2,677,500</u> )	(Could exceed <u>\$2,677,500</u> )
<b>ESTIMATED NET FISCAL IMPACT TO THE GENERAL REVENUE FUND</b>	(Could exceed <u><b>\$2,231,250</b></u> )	(Could exceed <u><b>\$2,677,500</b></u> )	(Could exceed <u><b>\$2,677,500</b></u> )

<u>FISCAL IMPACT - Local Government</u>	FY 2017 (10 Mo.)	FY 2018	FY 2019
<b>LOCAL POLICE DEPARTMENTS</b>			
<u>Income</u> - Columbia Police Department and/or St. Joseph Police Department - Community Crime Reduction grants from the DPS	Could exceed \$2,231,250	Could exceed \$2,677,500	Could exceed \$2,677,500
<u>Costs</u> - Columbia Police Department and/or St. Joseph Police Department - adding additional officers to meet 2 per 1,000 population threshold	(Could exceed <u>\$4,462,500</u> )	(Could exceed <u>\$5,355,000</u> )	(Could exceed <u>\$5,355,000</u> )
<b>ESTIMATED NET FISCAL IMPACT TO LOCAL POLICE DEPARTMENTS</b>	<b>(Could exceed <u>\$2,231,250</u>)</b>	<b>(Could exceed <u>\$2,677,500</u>)</b>	<b>(Could exceed <u>\$2,677,500</u>)</b>

FISCAL IMPACT - Small Business

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

FISCAL DESCRIPTION

This bill establishes the Community Crime Reduction Grant Program, which will provide money to eligible municipal police departments.

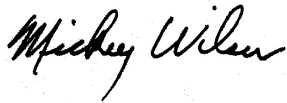
Qualifications for eligibility are specified in the bill. Grants given to eligible municipal police departments are to be used as payment for up to 50% of the costs associated with employing new law enforcement officers as needed to maintain the proper officer to population ratio, and up to 100% of the cost for those hired with grant money to attend at least one seminar related to fair and impartial policing and at least one seminar relating to racial sensitivity.

Municipal police departments receiving money under the grant program must submit a report by the end of the calendar year, according to the specified provisions in the bill.

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 the State Treasurer  
Joint Committee on Administrative Rules

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA  
Director  
February 22, 2016

Ross Strobe  
Assistant Director  
February 22, 2016