# COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

### FISCAL NOTE

L.R. No.:6197-01Bill No.:HB 2398Subject:Licenses - Motor Vehicle; Professional Registration and LicensingType:OriginalDate:February 21, 2018

Bill Summary:	This proposal enacts the Interstate Compact for the Temporary Licensure
	of Professionals.

# FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 5 pages.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2019	FY 2020	FY 2021	
Total Estimated Net Effect on <u>All</u>				
Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Total Estimated Net Effect on FTE	0	0	0

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 2019	FY 2020	FY 2021
Local Government	\$0	\$0	\$0

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#### FISCAL ANALYSIS

#### ASSUMPTION

Officials from the **Department of Insurance, Financial Institutions and Professional Registration** assume this bill would enact the Interstate Compact for the Temporary Licensure of Professionals, which appears to be a law that is or will be proposed in multiple states. The bill would require Missouri licensing authorities to issue temporary licenses to individuals licensed in other states for 18 months on a one-time basis for the existing license fee, unless limited criteria for denial exist. The bill would apply to department licenses as written and may overlap and conflict with other reciprocity and national licensing agreements in place, which would have an unknown impact to the department.

For fiscal note purposes, **Oversight** will assume this legislation will not overlap or conflict with other reciprocity and national licensing agreements in place and therefore will not reflect an unknown impact to the DIFP.

Officials from the **Department of Health and Senior Services (DHSS)** assumes Section 324.1500 establishes the Interstate Compact for the Temporary Licensure of Professionals with all other jurisdictions legally joining the compact. The purpose of the compact is to allow Missouri to expediently grant a temporary license to eligible licensees moving to the state.

Pursuant to Chapter 190.142.1, RSMo, the Bureau of Emergency Medical Services (EMS) conducts criminal records checks for all applicants through the Missouri State Highway Patrol (MSHP). DHSS assumes there will be an increase in the number of background checks.

Many states will not offer reciprocity to an applicant unless that person is licensed in two or more states. Because Missouri is a no fee state, many applicants choose to use Missouri to obtain a second license. In FY 2017 EMS issued 394 initial licenses to out of state residents. DHSS is unsure how many additional applicants could seek a temporary license but assumes that it could fall between 50 and 400 applicants and each background check is \$33 for an additional general revenue cost of \$1,650 to \$13,200.

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

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#### ASSUMPTION (continued)

Officials from the **Department of Public Safety - Missouri Highway Patrol**, **Department of Revenue**, **Department of Agriculture**, **Department of Natural Resources** and the **Department of Transportation** each assume the proposal will have no fiscal impact on their respective organizations.

FISCAL IMPACT - State Government	FY 2019 (10 Mo.)	FY 2020	FY 2021
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2019 (10 Mo.)	FY 2020	FY 2021
	<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.

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### SOURCES OF INFORMATION

Department of Insurance, Financial Institutions and Professional Registration Department of Revenue Department of Health and Senior Services Department of Natural Resources Department of Agriculture Department of Transportation Department of Public Safety Missouri Highway Patrol

Ross Strope

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Acting Director February 21, 2018