COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1843-02

Bill No.: Perfected HCS for HB 844

Subject: Motels and Hotels; Liability; Business and Commerce; Tourism

Type: Original Date: April 9, 2019

Bill Summary: This proposal changes the laws regarding requirements of lodging

establishments.

FISCAL SUMMARY

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND | | | | |
|--|---------|---------|---------|--|
| FUND AFFECTED | FY 2020 | FY 2021 | FY 2022 | |
| | | | | |
| Total Estimated Net Effect on | | | | |
| General Revenue | \$0 | \$0 | \$0 | |

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS | | | | |
|--|---------|---------|---------|--|
| FUND AFFECTED | FY 2020 | FY 2021 | FY 2022 | |
| | | | | |
| | | | | |
| 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.

L.R. No. 1843-02

Bill No. Perfected HCS for HB 844

Page 2 of 4 April 9, 2019

| ESTIMATED NET EFFECT ON FEDERAL FUNDS | | | | |
|--|---------|---------|---------|--|
| FUND AFFECTED | FY 2020 | FY 2021 | FY 2022 | |
| | | | | |
| | | | | |
| Total Estimated Net Effect on <u>All</u> Federal Funds | \$0 | \$0 | \$0 | |

| ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE) | | | | |
|--|---------|---------|---------|--|
| FUND AFFECTED | FY 2020 | FY 2021 | FY 2022 | |
| | | | | |
| | | | | |
| 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 2020 | FY 2021 | FY 2022 | |
| Local Government | \$0 | \$0 | \$0 | |

L.R. No. 1843-02 Bill No. Perfected HCS for HB 844 Page 3 of 4 April 9, 2019

FISCAL ANALYSIS

ASSUMPTION

§§419.020 and 419.040 - Room rates and safe deposit boxes in lodging establishments

Oversight notes that the Department of Health and Senior Services, the Andrew County Health Department, the Columbia/Boone County Department of Public Health and Human Services, the Osage County Health Department, the Bollinger County Health Center and the Perry County Health Department have each stated the proposal would not have a direct fiscal impact on their respective organizations. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these organizations.

Oversight reviewed information from the Office of State Courts Administrator on penalties collected in FY 2018 and determined that no fines were collected under penalty code 419.050 which provides that any hotel keeper that charges a guest a greater rate than is specified on the notice shall be deemed guilty of a misdemeanor, and upon conviction, is to be fined a fee of not less than ten dollars nor more than fifty dollars for each offense.

In response to the previous version of this proposal, officials from the Clay County Public Health Center, the Dallas County Health Department and the Stone County Health Department each indicated the proposal would not have a direct fiscal impact on their respective organizations. Therefore, Oversight will reflect a zero impact in the fiscal note for these organizations.

Oversight only reflects the responses that we have received from state agencies and political subdivisions; however, other local public health agencies were requested to respond to this proposed legislation but did not. For a general listing of political subdivisions included in our database, please refer to www.legislativeoversight.mo.gov.

| | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
|----------------------------------|---------------------|------------|------------|
| FISCAL IMPACT - State Government | FY 2020 (10 Mo.) | FY 2021 | FY 2022 |

L.R. No. 1843-02

Bill No. Perfected HCS for HB 844

Page 4 of 4 April 9, 2019

| | \$0 | \$0 | \$0 |
|----------------------------------|---------------------|------------|---------|
| FISCAL IMPACT - Local Government | FY 2020 (10 Mo.) | FY 2021 | FY 2022 |

FISCAL IMPACT - Small Business

Certain small business lodging establishments could be impacted by 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 Health and Senior Services
Andrew County Health Department
Bollinger County Health Center
Clay County Public Health Center
Columbia/Boone County Department of Public Health and Human Services
Dallas County Health Department
Osage County Health Department
Perry County Health Department
Stone County Health Department

Kyle Rieman Director April 9, 2019 Ross Strope Assistant Director April 9, 2019

Company

HWC:LR:OD