COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.:</u> 2459-01 <u>Bill No.:</u> HB 1238

Subject: Architects; Corporations; Department of Insurance, Financial Institutions and

Professional Registration; Licenses - Miscellaneous

Type: Original Date: April 4, 2019

Bill Summary: This proposal exempts any not-for-profit organization organized under

state law from provisions relating to the right to practice as an architect,

professional engineer, professional land surveyor, or professional

landscape architect.

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	
State Board of Architects, Engineers and Surveyors Fund (0678)	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)	
Total Estimated Net Effect on <u>Other</u> State Funds	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)	

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

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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	

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FISCAL ANALYSIS

ASSUMPTION

Section 327.401

Officials from the **Department of Insurance**, **Financial Institutions and Professional Registration (DIFP)** state that the department does not know what organizations would fall under this exemption. Any reduction of licensees could require the board to raise fees, therefore the impact to DIFP is unknown.

Oversight notes, according to 20 CSR 2030-6.015 the following fees have been established by the Missouri Board for Architects, Professional Engineers, Professional Land Surveyors, and Professional Landscape Architects:

Application Filing Fee	\$200
Application Filing Fee - Examination	\$100
Individual Renewal Fee	\$35
Corporate Renewal Fee	\$50

Oversight notes that DIFP has stated the proposal would have an unknown fiscal impact to their organization as a result of this proposal's exemption. Since it is unknown how many licensees would be exempt, Oversight will range the cost of this proposal as \$0 (there are no exemptions made) to (Unknown) to the State Board of Architects, Engineers and Surveyors Fund, but Oversight assumes not enough exemptions would occur to reduce revenues by over \$100,000.

ESTIMATED NET EFFECT TO THE STATE BOARD OF ARCHITECTS, ENGINEERS AND SURVEYORS FUND	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)
<u>Cost</u> - DIFP Potential reduction of licensees	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)
STATE BOARD OF ARCHITECTS, ENGINEERS AND SURVEYORS FUND	(10 Mo.)		
FISCAL IMPACT - State Government	FY 2020	FY 2021	FY 2022

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

FISCAL IMPACT - Small Business

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

FISCAL DESCRIPTION

This act exempts any not for profit organization organized under state law from provisions relating to the right to practice as an architect, professional engineer, professional land surveyor, or professional landscape architect.

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 Insurance, Financial Institutions and Professional Registration

Kyle Rieman Director April 4, 2019 Ross Strope Assistant Director April 4, 2019