

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0246H.01I
Bill No.: HB 262
Subject: Veterans; Revenue, Department of; Motor Vehicles; Licenses - Driver's
Type: Original
Date: January 6, 2021

Bill Summary: This proposal requires designations of veteran status to be placed on the front of official driver's licenses and identification cards.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
General Revenue	(\$28,000)	\$0	\$0
Total Estimated Net Effect on General Revenue	(\$28,000)	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
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.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
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 2022	FY 2023	FY 2024
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Revenue (DOR)** assume the following regarding this proposal:

Administrative Impact

To implement the proposed legislation, the Department will be required to:

- Work with the driver license issuance vendor to modify driver license and non-driver license card design to allow for placement of the proposed data string detailing the requested medical notation;
- Complete user acceptance testing of the Missouri Electronic Driver License (MEDL) issuance system and supporting applications for the notation and folio change;
- Submit a change request to the current license vendor to modify the driver license and non-driver identification card and request a placeholder for a veteran notation on the front of the license;
- Update forms, manuals, correspondence letters, and the Department website;
- Update the mail-in application forms for military renewal application;
- Update the on-line and printed versions of the Missouri Driver Guide, Missouri Motorcycle Guide and Commercial Driver License Manual;
- Update policies, procedures, and the Uniform License Issuance Manual (ULIM); and
- Train staff.

FY 2022 – Driver License Bureau

Associate Research/Data Analyst	80 hrs. @ \$19.08 per hr.	= \$ 1,526
Research/ Data Analyst	80 hrs. @ \$23.82 per hr.	= \$ 1,951
Administrative Manager	80 hrs. @ \$22.24 per hr.	= \$ 1,779
Total		= \$5,256

FY 2022 – Personnel Services Bureau

Associate Research/Data Analyst	40 hrs. @ \$15.98 per hr.	= \$639
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Total Costs = **\$5,895**

Oversight assumes DOR will use existing staff and will not hire additional FTE to conduct these activities; therefore, Oversight will not reflect the administrative costs DOR has indicated on the fiscal note.

License Vendor Cost FY 2022

The Department implemented a new driver license issuance system upgrade and card design as part of the new vendor contract as of July 2020. The Department will be required to modify the card design to include the new veteran notation on the front of the card; therefore, there will be an estimated one-time cost for the vendor of \$28,000.

Oversight does not have information to the contrary and therefore, Oversight will reflect the estimate as provided by DOR.

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

<u>FISCAL IMPACT – State Government</u>	FY 2022 (10 Mo.)	FY 2023	FY 2024
GENERAL REVENUE FUND			
<u>Cost - DOR - modification to card design</u>	<u>(\$28,000)</u>	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND	<u>(\$28,000)</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2022 (10 Mo.)	FY 2023	FY 2024
	<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

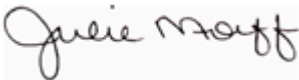
Currently, a veteran may have a veteran designation placed on his or her driver's license if he or she provides specified information. Currently, it is up to the Department of Revenue to determine where the designation appears on the license.

This bill requires the Department to place the designation on the front of the driver's license.

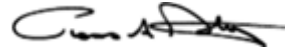
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue
Missouri Department of Transportation
Office of the Secretary of State
Joint Committee on Administrative Rules



Julie Morff
Director
January 6, 2021



Ross Strobe
Assistant Director
January 6, 2021