

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2495H.02P
Bill No.: Perfected HCS for HB 1204
Subject: Homeland Security; Public Safety, Department of; Boards, Commissions,
Committees, and Councils
Type: Original
Date: April 20, 2021

Bill Summary: This proposal establishes the "Missouri Cybersecurity Commission".

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
General Revenue	(\$29,257)	(\$32,365)	(\$32,799)
Total Estimated Net Effect on General Revenue	(\$29,257)	(\$32,365)	(\$32,799)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
College and University Funds*	\$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)

***Oversight** states it is unknown how much time will be required to provide data requested by the Commission, but it is assumed it will not exceed \$250,000 annually.

Numbers within parentheses: () indicate costs or losses.

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
General Revenue	0.50 FTE	0.50 FTE	0.50 FTE
Total Estimated Net Effect on FTE	0.50 FTE	0.50 FTE	0.50 FTE

- ☐ Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.
- ☐ Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full 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

§650.125 – Missouri Cybersecurity Commission

Officials from the **Department of Public Safety - Office of the Director (DPS)** state based on administrative support currently provided for similar boards and claims processing, the department would need an additional half-time (0.50) Program Specialist at a salary of \$23,085 plus fringe benefits in Personal Services. This estimate is based on the annual pay rate of existing staff performing similar duties. In addition to Personal Services, it is anticipated there will be costs of the reimbursable expenses incurred by the commission. It is estimated the commission would incur the following expenses:

Mileage (Average of 60 miles/12 persons x \$0.43/mile)	\$310/per meeting
Development, printing, publication and distribution costs	\$5,000/year

It is unknown how many meetings would be needed in order to provide the report of recommendations. Therefore, the total cost is unknown.

Oversight notes the provisions of this bill state the commission shall meet at least quarterly and at all other times as the chair deems necessary. Therefore, Oversight will reflect DPS's fiscal impact; however, Oversight assumes the 0.50 FTE would not be provided fringe benefits and the state would only pay Social Security and Medicare benefits of 7.65 percent. In addition, Oversight assumes the DPS would not need additional rental space for 0.50 FTE.

In response to a previous version, officials from the **Office of Administration – Information Technology (OA/ITSD)** stated it is possible help from OA/ITSD may be needed for gathering information for quarterly meetings for the evaluations. OA/ITSD estimates it would take one day of work per quarter for gathering this information at a cost of \$3,283 annually.

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.

Officials from the **University of Central Missouri** determine a potential fiscal impact of increased costs for staff time to provide requested data. Amount dependent on what data they request and how much staff time required. Indeterminate at this time based on the broad scope of the legislation language.

Oversight notes the unknown impact for the University of Central Missouri and is unable to project a statewide cost; therefore, the impact to colleges and universities will be presented as \$0 to (Unknown).

Officials from the **Department of Elementary and Secondary Education**, the **Department of Higher Education and Workforce Development**, the **Department of Public Safety – (Missouri Highway Patrol, Missouri National Guard and State Emergency Management Agency)**, the **Office of the Governor**, and the **City of Springfield** each assume the proposal will have no fiscal impact on their respective organizations.

In response to a previous version, officials from **Missouri State University** and **State Technical College of Missouri** each assumed the proposal will have no 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 agencies.

Oversight only reflects the responses that we have received from state agencies and political subdivisions; however, other cities, counties, schools and colleges and universities were requested to respond to this proposed legislation but did not. A general listing of political subdivisions included in our database is available upon request.

<u>FISCAL IMPACT – State Government</u>	FY 2022 (10 Mo.)	FY 2023	FY 2024
GENERAL REVENUE FUND			
<u>Costs – DPS (\$650.125)</u> Missouri Cybersecurity Commission			
Personal services	(\$19,238)	(\$23,316)	(\$23,550)
Fringe benefits	(\$1,472)	(\$1,784)	(\$1,802)
Equipment and expense			
	(\$3,348)	(\$871)	(\$893)
Printing and mileage			
	(\$5,199)	(\$6,394)	(\$6,554)
<u>Total Costs – DPS</u>	<u>(\$29,257)</u>	<u>(\$32,365)</u>	<u>(\$32,799)</u>
FTE Change – DPS	0.50 FTE	0.50 FTE	0.50 FTE
ESTIMATED NET EFFECT TO THE GENERAL REVENUE FUND	<u>(\$29,257)</u>	<u>(\$32,365)</u>	<u>(\$32,799)</u>
Estimated Net FTE Change to the General Revenue Fund	0.50 FTE	0.50 FTE	0.50 FTE
<u>FISCAL IMPACT – State Government (continued)</u>	FY 2022 (10 Mo.)	FY 2023	FY 2024
COLLEGE & UNIVERSITY FUNDS			
<u>Costs – College and University (\$650.125)</u> Increase in operational costs	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>
ESTIMATED NET EFFECT ON COLLEGE & UNIVERSITY FUNDS	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</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

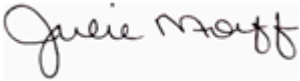
This bill establishes the “Missouri Cybersecurity Commission.”

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

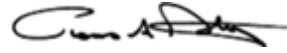
SOURCES OF INFORMATION

Department of Elementary and Secondary Education
Department of Higher Education and Workforce Development
Department of Public Safety
Office of Administration
Office of the Governor
City of Springfield
Missouri State University
State Technical College of Missouri
University of Central Missouri

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A handwritten signature in black ink, appearing to read "Julie Morff", is written over a light pink rectangular background.

Julie Morff
Director
April 20, 2021

A handwritten signature in black ink, appearing to read "Ross Strobe", is written in a cursive style.

Ross Strobe
Assistant Director
April 20, 2021