

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4474H.01I
Bill No.: HB 2076
Subject: Department of Revenue; Licenses - Driver's
Type: Original
Date: January 8, 2026

Bill Summary: This proposal modifies provisions relating to sex designation on driver's licenses, nondriver's licenses, and permits.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND

FUND AFFECTED	FY 2027	FY 2028	FY 2029
General Revenue	(\$45,000)	\$0	\$0
Total Estimated Net Effect on General Revenue	(\$45,000)	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS

FUND AFFECTED	FY 2027	FY 2028	FY 2029
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS

FUND AFFECTED	FY 2027	FY 2028	FY 2029
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)

FUND AFFECTED	FY 2027	FY 2028	FY 2029
Total Estimated Net Effect on FTE	0	0	0

☐ 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 2027	FY 2028	FY 2029
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

§302.171 – Sex Designations on Driver’s Licenses

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

The proposed language (302.171.12) defines that a person applying for a license, permit or nondriver identification card issued with a gender other than the applicant’s biological gender assigned at birth, shall present and amended birth certificate that reflects the new designation.

The change would require an amendment to policies that allow for presentation of a court order or medical documentation of reassignment surgery to mandate that only a change to the birth certificate to reflect the new designation would be accepted. Requestors would not have any other option, other than the amended birth certificate.

Administrative Impact

The proposed change may require a modification to remove documents other than an amended birth certificate from the list of documents to request a change to the sex designation in the driver record and on printed credentials. This change will require:

- Driver license system modifications by vendor to remove other designation change documents
- User testing of required system changes
- Update procedures and forms
- Update website
- Update MO Driver Guide
- Training for employees

FY 2027 - Driver License Bureau

Research/Data Analyst 100hrs. @ \$37.14 per hr. =\$3,714

Administrative Manager 80hrs. @ \$51.40 per hr. =\$4,112

FY 2027 - Strategy and Communications Office

Associate Research/Data Analyst 40 hrs. @ \$31.16 per hr. =\$1,246

Total = \$9,072

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.

FUSION Impact

DOR notes an Implementation Consultant 200 hrs. @ \$225 per hr. = **\$45,000**

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

Officials from the **Department of Health and Senior Services** assume the proposal will have no fiscal impact on their organization. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for this agency.

<u>FISCAL IMPACT – State Government</u>	FY 2027 (10 Mo.)	FY 2028	FY 2029
GENERAL REVENUE			
<u>Cost – DOR (\$302.171) – FUSION p. 4</u>	<u>(\$45,000)</u>	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>(\$45,000)</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2027 (10 Mo.)	FY 2028	FY 2029
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT – Small Business

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

FISCAL DESCRIPTION

This proposal modifies provisions relating to sex designation on driver's licenses, nondriver's licenses, and permits.

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

Department of Health and Senior Services



Julie Morff

Director

January 8, 2026



Jessica Harris

Assistant Director

January 8, 2026