

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 6175H.01I

Bill No.: HB 2509

Subject: Motor Vehicles; Licenses - Driver's; Department of Revenue

Type: Original

Date: January 7, 2026

Bill Summary: This proposal allows driver's license applicants to voluntarily identify their race, ethnicity, or national origin.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND

FUND AFFECTED	FY 2027	FY 2028	FY 2029
General Revenue	(\$36,000)	\$0	\$0
Total Estimated Net Effect on General Revenue			
	(\$36,000)	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS

FUND AFFECTED	FY 2027	FY 2028	FY 2029
Total Estimated Net Effect on Other 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 All 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 – Driver’s License Provisions

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

Administrative Impact

To implement the proposed legislation, the Department will:

- Collaborate with vendor to develop business requirements and system design for the Missouri driver license system (FUSION) and supporting applications to incorporate a new section in the licensing application that allows applicants to answer the questions at their discretion
- Complete programming and user acceptance testing
- Update procedures
- Train staff

FY 2027 - Driver License Bureau

Associate Research/Data Analyst 80 hrs. @ \$31.16 per hr. = \$2,493

Research/Data Analyst 80 hrs. @ \$37.14 per hr. = \$2,971

Administrative Manager 50 hrs. @ \$51.40 per hr. = \$2,570

FY 2027 - Strategy and Communications Office

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

Total = \$9,280

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 Implementation Consultant 80 hrs. @ \$225 per hr. = \$18,000

Testing 80 hrs. @ \$225 per hr. = \$18,000

Total = **\$36,000**

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

<u>FISCAL IMPACT – State Government</u>	FY 2027 (10 Mo.)	FY 2028	FY 2029
GENERAL REVENUE			
Cost – DOR (\$302.171) – FUSION	<u>(\$36,000)</u>	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>(\$36,000)</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 allows driver's license applicants to voluntarily identify their race, ethnicity, or national origin.

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



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January 7, 2026



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January 7, 2026