

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0684-02
Bill No.: Perfected SCS for SBs 194 & 189
Subject: Employees - Employers; Employment Security; Labor and Industrial Relations
Dept.; Labor and Management
Type: Original
Date: February 19, 2003

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Labor and Industrial Relations (DOL)** state this proposal is federally mandated as a result of Section 166 of the Community Renewal Tax Relief Act of 2000 as enacted by the Consolidated Appropriations Act, 2001(CAA), PL 106-554 and requires states to make certain provisions for businesses solely owned by federally recognized Indian Tribes.

DOL notes the costs for reprinting forms and pamphlets due to changes created by the proposal would be absorbed. DOL notes current law does not conform to federal statutes and failure to pass the proposal could cost Missouri employers as much as \$997 million annually due to the loss of Federal Unemployment Tax Act credits and the Division of Employment Security an estimated \$40 million in federal funds.

Officials from the **Office of the Attorney General** assume costs of any actions to enforce the provisions of this proposal can be absorbed with existing resources.

<u>FISCAL IMPACT - State Government</u>	FY 2004	FY 2005	FY 2006
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2004	FY 2005	FY 2006
	<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.

DESCRIPTION

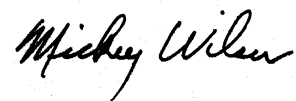
This proposal treats Indian tribes like any other employer for the purposes of unemployment reimbursement, requiring them to either pay contributions or make payments in lieu of contributions to the Unemployment Compensation Trust Fund.

This proposal contains an emergency clause and is federally mandated.

This proposal would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Labor and Industrial Relations
Office of the Attorney General



Mickey Wilson, CPA

L.R. No. 0684-02
Bill No. Perfected SCS for SBs 194 & 189
Page 4 of 4
February 19, 2003

Director

February 19, 2003

KLR:LR:OD (12/02)