

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1343-01
Bill No.: SB 386
Subject: Licenses-Motor Vehicle; Revenue Dept.; Abortion
Type: Original
Date: March 2, 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
Alternative to Abortion Fund	\$2,323	\$31,000	\$31,000
Highway Fund*	\$0	\$0	\$0
Total Estimated Net Effect on <u>Other</u> State Funds	\$2,323	\$31,000	\$31,000

*Cost incurred is offset by income from Alternative to Abortion Fund.

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 6 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 with **Department of Social Services, State Treasurer's Office, Department of Transportation and Department of Health and Senior Services** assume this proposal would have no fiscal impact on their agencies.

Officials with the **Department of Revenue (DOR)- Division of Motor Vehicle and Drivers Bureau (DVSB)** assume this proposal could have fiscal impact on their agency. The DVSB cannot determine the number of plates that will be issued as a result of this legislation. Therefore, the revenue impact is based on the issuance of 1,300 plates (2% of the Right to Life Missouri members). If the volume of applications for this plate type substantially exceeds this amount, the department may require additional appropriations. There is a \$25 contribution for this plate. This contribution is to be deposited in a Alternatives to Abortion Fund.

ASSUMPTION (continued)

FY 04 (10 months) Income

1,083 plates issued* \$25 contribution	\$27,083
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FY 05 Income

1,300 plates issued* \$25 contribution	\$32,500
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FY 06 Income

1,300 plates issued* \$25 contribution	\$32,500
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DOR-DVSB assume the cost associated with this proposal could include: sample plates, literature, procedure changes, mailings, plates, tabs and storage at the State Data Center. DOR also assumes they could incur the cost of a Clerk Typist working overtime hours. **Oversight** assumes that DOR staff could handle the requests for these special plates with existing resources.

DOR notes that prior to last year specialty plates were developed, designed and provided to DOR by the Missouri Vocational Enterprises. The Missouri Vocational Enterprises recently contracted with a vendor to now provide all Missouri specialty plates. The costs will be shown for all specialty license plate bills accordingly. This contract requires DOR to pay:

- \$250 new plate design set-up fee (if applicable)
- \$50 per modification for a new plate design (if applicable)
- \$80 per revision to existing plate designs (if applicable)
- \$4.50 per plate for freight shipping to DOR

Officials with **DOR- Information and Technology Bureau (ITB)** assume that implementing this proposal could require 180 hours of overtime programming to modify the special plate reservation program, the renewal pull program for fees and the Uniform Field Office System.

FY 04- Cost

Form changes and Envelopes	\$677
Plate Design (contractor)	\$250
Postage (1,300*4.50) and extra to agencies	\$8,536
Plates (1,300*5.98) and tab cost	\$8,112
Sample Plates	\$1,464
Respect Life literature	\$1,000
Storage at State Data Center	\$500
Programming Salaries	<u>\$4,221</u>
Total	\$24,760

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ASSUMPTION (continued)

FY 05 Cost

Literature	\$1,000
Storage at State Data Center	<u>\$500</u>
Total	\$1,500

FY 06 Cost

Literature	\$1,000
Storage at State Data Center	<u>\$500</u>
Total	\$1,500

To implement this legislation, the DOR could require additional funds. In the past, the programs included in this legislation have been paid for with highway funds. This year, however, highway funds may not be available for this purpose as a result of legislation enacted by the General Assembly in 2000 that limits the use of highway funds.

This limitation is found in Section 226.200.3, RSMo. It places a cap on the highway funding available to state departments other than the Department of Transportation. The total amount of highway funds appropriated to these other state departments (including the DOR) cannot exceed the total amount of their fiscal year 2001 highway appropriations. This cap limits the highway funds that will be available for the implementation of this legislation.

If highway funds are not available, then another source of funding must be identified to pay for the cost of implementing this legislation.

Oversight assumes that the provisions of 301.3030 Section 7 would permit appropriations from the Alternative to Abortion Fund to DOR. These funds could be used to offset the cost of implementing this proposal.

This proposal could increase state revenue through a \$25 contribution to the Alternative to Abortion Fund.

<u>FISCAL IMPACT - State Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
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**ALTERNATIVES TO ABORTION
FUND**

Income

Plate Contributions	\$27,083	\$32,500	\$32,500
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Cost

Appropriation to DOR for costs*	<u>(\$24,760)</u>	<u>(\$1,500)</u>	<u>(\$1,500)</u>
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**NET ESTIMATED EFFECT ON
ALTERNATIVE TO ABORTION
FUND**

<u>\$2,323</u>	<u>\$31,000</u>	<u>\$31,000</u>
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*This proposal does not make the appropriation mandatory.

HIGHWAY FUND

Income-Department of Revenue

Appropriations from the Alternative to Abortion Fund*	\$24,760	\$1,500	\$1,500
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Cost-Department of Revenue

Forms and Postage	(\$9,463)	\$0	\$0
Programming salaries	(\$4,221)	\$0	\$0
Storage	(\$500)	(\$500)	(\$500)
Literature	(\$1,000)	(\$1,000)	(\$1,000)
Plates and Tabs (include samples)	<u>(\$9,576)</u>	<u>\$0</u>	<u>\$0</u>
<u>Total Cost-DOR</u>	<u>(\$24,760)</u>	<u>(\$1,500)</u>	<u>(\$1,500)</u>

**NET ESTIMATED EFFECT ON
HIGHWAY FUND**

<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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*This proposal does not make the appropriation mandatory.

FISCAL IMPACT - Local Government

FY 2004
(10 Mo.)

FY 2005

FY 2006

\$0

\$0

\$0

FISCAL IMPACT - Small Business

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

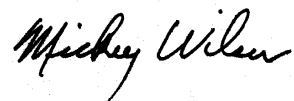
DESCRIPTION

This proposal would create a 'Respect Life' special license plate. This proposal would also create an Alternative to Abortion Fund. DOR could be required to place a sample plate and literature regarding the special plate at each licensing location. A \$25 contribution per special plate would be deposited into the Alternative to Abortion Fund and there are provisions for appropriations to be made from the fund to DOR to offset incurred cost.

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 Transportation
State Treasurers Office
Department of Social Services
Department of Health and Senior Services



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Director
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