

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1069-01
Bill No.: SB 204
Subject: Health Care; Insurance - Medical; Insurance Department; Licenses - Professional
Type: Original
Date: February 5, 2015

Bill Summary: This proposal requires that an applicant for a navigator license must take an exam created by the Department of Insurance, Financial Institutions and Professional Registration and submit to a criminal background check.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Criminal Records	\$1,760	\$2,112	\$2,112
Total Estimated Net Effect on <u>Other</u> State Funds	\$1,760	\$2,112	\$2,112

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on FTE	0	0	0

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Corrections**, the **Department of Insurance, Financial Institutions and Professional Registration (DIFP)**, the **Office of Prosecution Services (OPS)**, and the **Office of the State Courts Administrator** each assume the current proposal would not fiscally impact their respective agencies.

The **OPS** also states the creation of a new crime creates additional responsibilities for county prosecutors which may in turn result in additional costs which are difficult to determine.

For the purpose of this proposed legislation, officials at the **Office of State Public Defender (SPD)** cannot assume that existing staff will provide competent, effective representation for any new cases arising where indigent persons are charged with the proposed new crime of disclosing criminal record check information, a new Class A misdemeanor. The SPD is currently providing legal representation in caseloads in excess of recognized standards.

While the number of new cases may be too few or uncertain to request additional funding for this specific bill, the SPD will continue to request sufficient appropriations to provide competent and effective representation in all its cases where the right to counsel attaches.

Officials from the **Department of Public Safety - Missouri Highway Patrol** state that currently there are 799 individuals who are licensed as navigators with the DIFP. Following the passage of SB 262 in 2013, requiring the licensing of navigators, the DIFP has seen an overall decrease in the number of individuals applying for licensure. During the past six months, there has been an average of eight individuals applying for navigator licensure each month. Based on the average number of individuals applying for licensure over the past six months, the Criminal Justice Information Services Division (CJIS) estimates that an average of 96 individuals will submit a state and federal based criminal background check each year under this law.

ASSUMPTION (continued)

The charge for each background check processed is \$43.05. Twenty dollars for the state fingerprint check, \$14.75 for the federal check and an \$8.30 charge for the electronic fingerprint option used through a third-party vendor. Of this amount, the state retains the \$20 fee and \$2 of the federal charge for a pass-thru fee. The \$8.30 charge is paid directly to the vendor at the time application.

<u>Year</u>	<u>Revenue</u>	<u>Expense</u>	<u>Net Effect</u>
2016	\$2,780	(\$1,020)	\$1,760
2017	\$3,336	(\$1,224)	\$2,112
2018	\$3,336	(\$1,224)	\$2,112

This proposal could increase Total State Revenue.

<u>FISCAL IMPACT - State Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
CRIMINAL RECORDS FUND			
<u>Revenue - MHP</u>			
Federal Background Check Fee	\$2,780	\$3,336	\$3,336
<u>Expense - MHP</u>			
Federal Background Check Cost	<u>(\$1,020)</u>	<u>(\$1,224)</u>	<u>(\$1,224)</u>
ESTIMATED NET EFFECT ON CRIMINAL RECORD FUND	<u>\$1,760</u>	<u>\$2,112</u>	<u>\$2,112</u>
 <u>FISCAL IMPACT - Local Government</u>	 FY 2016 (10 Mo.)	 FY 2017	 FY 2018
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

Small business navigators will be required to submit to and pay for a criminal background check.

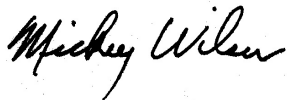
FISCAL DESCRIPTION

This proposal requires that an applicant for a navigator license must take an exam administered by the Department of Insurance or an independent testing service with which the Department has contracted and requires applicants for individual licenses to provide two sets of fingerprints for the purpose of doing Missouri and national criminal record reviews.

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 Insurance, Financial Institutions and Professional Registration
Department of Public Safety - Missouri Highway Patrol
Office of the State Courts Administrator
Office of Prosecution Services
Office of the State Public Defender
Department of Corrections



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February 5, 2015

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February 5, 2015