

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2195S.01I
Bill No.: SB 480
Subject: Fees; Manufactured Housing; Public Service Commission
Type: Original
Date: April 6, 2021

Bill Summary: This proposal modifies provisions relating to manufactured housing.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
Manufactured Housing Fund (0582)*	\$0 or Unknown	\$0 or Unknown	\$0 or Unknown
Total Estimated Net Effect on <u>Other</u> State Funds	\$0 or Unknown	\$0 or Unknown	\$0 or Unknown

*Oversight assumes the additional revenue (if any) would not reach the \$250,000 Fiscal Oversight threshold.

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
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 2022	FY 2023	FY 2024
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Sections 700.090 – 700.095:

Officials from the **Department of Commerce and Insurance – Public Service Commission (PSC)** state this proposal may require a rulemaking by the PSC in order to implement the provisions. Rulemakings generally result in an estimated cost of up to approximately \$4,700.

The PSC is funded by an assessment on Commission-regulated public utilities pursuant to Section 386.370 RSMo, and not by any state general appropriations. Depending on the cumulative effect of all PSC impacting legislation passed in the current session and the associated increased costs associated with that legislation to the PSC, the PSC may need to request an increase in our appropriation authority and/or FTE allocation as appropriate through the budget process.

The PSC states that this bill requires the PSC to set the fee to cover costs. On any given year the costs fluctuate, so fees may decrease or increase as needed.

Oversight assumes this proposal would require the PSC to set the registration and renewal fees for manufacturers of manufactured homes or modular units and the registration and renewal fees for dealers of manufactured homes or modular units. Listed below is a table provided by the PSC to summarize revenue generated into the Manufactured Housing Fund for the past 5 years.

Year	Dealers	Manufacturers	Amount Collected - Dealers	Amount Collected - Manufacturers
2020	197	147	\$39,400	\$110,250
2019	197	125	\$39,400	\$94,500
2018	197	124	\$39,400	\$93,000
2017	207	122	\$41,400	\$91,500
2016	205	132	\$41,000	\$99,000

Source: PSC

Oversight assumes the PSC may increase the fees associated with this proposal and will reflect an unknown revenue generated to the Manufactured Housing Fund (0582). Since the legislation states the fees set shall not exceed the costs of administration, inspection, and other expenses necessary for the administration of provisions of law relating to manufactured housing, Oversight assumes the unknown revenue will not exceed \$250,000 in a given year.

Oversight notes the ending balances in the Manufactured Housing Fund (0582) for the last four fiscal years has been:

FY 2020	\$206,867
FY 2019	\$221,569
FY 2018	\$349,300
FY 2017	\$433,461

<u>FISCAL IMPACT – State Government</u>	FY 2022 (10 Mo.)	FY 2023	FY 2024
MANUFACTURED HOUSING FUND (0582)			
<u>Revenue – PSC Increase in Fees</u>	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>
ESTIMATED NET EFFECT TO THE MANUFACTURED HOUSING FUND (0582)	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2022 (10 Mo.)	FY 2023	FY 2024
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT – Small Business

A fiscal impact to manufacturers of manufactured homes or modular units could be expected as a result of this proposal.

FISCAL DESCRIPTION

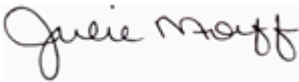
Under current law, the registration fee for manufacturers of manufactured homes or modular units is \$700, and the registration fee for dealers of manufactured homes or modular units is \$200. Under this act, the amount of such initial registration fees shall be established by the Public Service Commission and shall not exceed the costs of administration, inspection, and other expenses necessary for the administration of provisions of law relating to manufactured housing.

Under current law, the renewal fee to be registered as a manufacturer or dealer of manufactured homes or modular units is \$750 for manufacturers and \$200 for dealers. Under this act, the amount of the renewal fee shall be established by the Commission and shall not exceed the costs of administration, inspection, and other expenses necessary for the administration of provisions of law relating to manufactured housing.

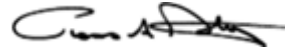
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Commerce and Insurance



Julie Morff
Director
April 6, 2021



Ross Strobe
Assistant Director
April 6, 2021