

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4254S.06T
Bill No.: Truly Agreed To and Finally Passed SS for SCS for SB 890
Subject: Boards, Commissions, Committees, and Councils; Department of Economic Development; Department of Public Safety; State Departments
Type: Original
Date: June 26, 2026

Bill Summary: This proposal requires state departments to report on obsolete administrative entities, repeals certain administrative entities and repeals and reassigns duties for certain other administrative entities.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND

FUND AFFECTED	FY 2027	FY 2028	FY 2029
General Revenue	(Up to \$270,801)	(Up to \$294,062)	(Up to \$299,290)
Total Estimated Net Effect on General Revenue	(Up to \$270,801)	(Up to \$294,062)	(Up to \$299,290)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS

FUND AFFECTED	FY 2027	FY 2028	FY 2029
Other State Funds*	\$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 savings will not exceed \$250,000.

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 <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)

FUND AFFECTED	FY 2027	FY 2028	FY 2029
General Revenue (DED)	2 FTE	2 FTE	2 FTE
Total Estimated Net Effect on FTE	2 FTE	2 FTE	2 FTE

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

§§23.295, 160.575, 173.2565, 173.2566, 173.2570, 173.2571, 173.2572, 178.550, 178.585, 186.019, 288.040, and 620.010 – Modifies Duties to the Department of Higher Education and Workforce Development.

Officials from the **Department of Higher Education and Workforce Development** and the **University of Missouri System** each assume the proposal will have no fiscal impact on their respective organizations. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these agencies.

In response to similar legislation, HB 1628 (2026), officials from the **Missouri State University**, **Northwest Missouri State University**, and **University of Central Missouri** each assumed the proposal will have no fiscal impact on their respective organizations.

Oversight notes that the above-mentioned agencies have stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note.

In response to similar legislation, HB 1628 (2026), officials from **High Point R-III** assumed that the proposed legislation would have a fiscal impact but did not provide any additional information.

Oversight is unable to determine any direct fiscal impact to **High Point R-III**; therefore, Oversight will not reflect a fiscal impact to the organization in the fiscal note.

§§105.1650 - 650.125 – State Department Provisions

Officials from the **Office of Administration - Budget and Planning (B&P)** assume the following:

Section 173.240.7 eliminates the statutory creation of the Minority Environmental Literacy Advisory Committee. Section 173.240.8 also eliminates statutory authority for the members of the committee to be reimbursed for certain expenses, which could result in cost savings. B&P defers to DHEWD for any fiscal estimates.

Section 196.1109 provides statutory authority for appropriated funds from the life sciences research trust fund to be appropriated to DED, rather than the life sciences research board. B&P defers to DED on if this change will result in any specific fiscal impacts.

Section 196.1115 provides statutory authority for appropriated funds from the life sciences research trust fund to be appropriated to DED, rather than the life sciences research board. B&P

defers to DED on if this change will result in any specific fiscal impacts.

Section 196.1127 provides statutory authority for appropriated funds from the life sciences research trust fund to be appropriated to DED, rather than the life sciences research board. B&P defers to DED on if this change will result in any specific fiscal impacts.

Elimination of Section 208.533 removes statutory authority for the Commission on the Special Health, Psychological and Social Needs of Minority Older Individuals under DHSS. In doing so, the statutory authority for reimbursements to commission members is also removed, which may result in cost savings to the State. B&P defers to DHSS for any specific fiscal impact estimates.

Elimination of Section 208.856 removes statutory authority for the Missouri Quality Home Care Council and council members ability to be reimbursed for certain expenses. Eliminating statutory authority for reimbursements to council members may present cost savings to the State. B&P defers to DHSS for any specific fiscal impact estimates.

Elimination of Section 209.287 removes statutory authority for the Missouri Commission for the Deaf and Hard of Hearing Board of Certification of Interpreters and board members' ability to be reimbursed for certain expenses. Eliminating statutory authority for reimbursements to board members may present cost savings to the State. B&P defers to DESE for any specific fiscal impact estimates.

Section 209.292.2 eliminates a Missouri Commission for the Deaf and Hard of Hearing Board of Certification of Interpreters provision requiring reimbursement of evaluators for actual and necessary expenses incurred. Elimination of such statutory provision may result in cost savings to the State. B&P defers to DESE on any potential fiscal impact.

Section 209.318.1 renames the Missouri Commission for the Deaf and Hard of Hearing Board of Certification of Interpreters fund and states these funds, subject to appropriation, shall only be disbursed for payment of expenses of maintaining "the commission" rather than "the board". B&P defers to DESE on any potential fiscal impact.

Elimination of Section 210.102 removes statutory authority for the Coordinating Board for Early Childhood and the board's ability to charge fees, withdraw funds from a dedicated fund, and process reimbursements to board members for certain expenses. Elimination of these provisions may result in cost savings to the State. B&P defers to DESE for any specific fiscal impact estimates.

Section 261.235.3 removes the statutory authority for the AgriMissouri Advisory Commission for Marketing Missouri Agricultural Products to establish a fee structure for sellers electing to use the AgriMissouri trademark associated with Missouri agricultural products. Elimination of these fees may decrease TSR. B&P defers to MDA for any specific fiscal impact estimates.

Section 261.235.5 removes the statutory authority for AgriMissouri Advisory Commission for

Marketing Missouri Agricultural Products to be reimbursed for actual and necessary expenses in the performance of their official duties on the commission. Elimination of such provision may decrease State costs. B&P defers to MDA for any specific fiscal impact estimates.

Section 643.173.2 removes the statutory authority for a Small Business Compliance Advisory Committee and the ability for such committee members to be reimbursed for actual and necessary expenses incurred in the performance of their duties while at the committee meeting. Elimination of such provisions may decrease State costs. B&P defers to DNR for any specific fiscal impact estimates.

Elimination of Section 650.125 removes the statutory authority for the Missouri Cybersecurity Commission and the ability for such commission members to be reimbursed for certain expenses. Elimination of such provisions may decrease State costs. B&P defers to DPS for any specific fiscal impact estimates.

Officials from the **Missouri Department of Agriculture, Department of Higher Education and Workforce Development, Department of Natural Resources, Department of Public Safety (Division of Alcohol and Tobacco Control, Capitol Police, Fire Safety, Director's Office, Missouri Highway Patrol, Missouri Veterans Commission), and Department of Health and Senior Services** assume the proposal will have no fiscal impact on their organization.

Although the above-mentioned agencies have stated the proposal will have no fiscal impact on their agency, **Oversight** assumes this proposal, as noted by Office of Administration - Budget and Planning, could have some cost savings; therefore, Oversight will reflect a \$0 to Unknown savings to the General Revenue Fund and Other State Funds as a result of the implementation of the above noted sections. Without additional information, Oversight assumes the savings will not exceed \$250,000.

§105.1650

Officials from the **Department of Economic Development (DED)** assume section 105.1650 requires DED (and all state departments) to annually compile a report for the general assembly administrative entities that have not convened a public meeting or conducted public business for the most recent 3-year period. DED assumes they will not need any additional FTE.

Officials from the DED assume they can absorb the cost of the proposal. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for this agency.

Officials from the **Department of Elementary and Secondary Education (DESE)** assume this new section requires an annual report summarizing administrative entities that have not convened a public meeting or conducted public business for the most recent three years. In this 109 page bill, DESE did not find a definition of "administrative entity". While Department of

Elementary and Secondary Education (DESE) regularly holds public meetings, as do Local Education Agencies (LEAs). DESE does work with entities such as Development Centers, Regional Professional Development Centers, publicly traded companies who may not hold public meetings. The cost to DESE would be unknown at this time.

Oversight assumes DESE is provided with core funding to handle a certain amount of activity each year. Oversight assumes DESE could absorb the costs related to this section of the proposal.

Officials from the **Department of Corrections (DOC)** assume section 105.1650 of the legislation requires state departments with oversight of an administrative entity to provide an annual report of all such administrative entities that have not convened a public meeting or conducted public business for the most recent three-year period. As “administrative entity” is not defined in this section, it is unknown how this will impact DOC.

Oversight assumes DOC is provided with core funding to handle a certain amount of activity each year. Oversight assumes DOC could absorb the costs related to this section of the proposal.

§196.1106

Officials from the **DED** assumed their agency will now be responsible for monitoring the operation of the centers for excellence for life sciences research for quality and accountability. There are 4 centers: 1 in St. Louis, 1 in Kansas City, 1 in Springfield, and 1 statewide. All centers must be approved by DED. Funding is fully subject to appropriation; no dollar amounts are allocated in this legislation.

DED recommends 2.0 FTE to administer the program.

Oversight assumes Section 196.1106 removes the statutory authority for the Life Sciences Research Board to monitor the operation of the Centers for Excellence for Life Science Research and instead vest that authority in the Department of Economic Development. Therefore, Oversight will reflect the estimated cost as provided by DED to the General Revenue Fund.

Oversight notes the Life Science Research Trust Fund has an ending balance of \$23,086,405 as of May, 2026.

Responses regarding the proposed legislation as a whole

Officials from the **Attorney General’s Office, Department of Commerce and Insurance, Department of Labor and Industrial Relations, Department of Mental Health, Department of Natural Resources, Department of Revenue, Department of Social Services, Joint Committee on Legislative Research (Oversight Division), Joint Committee on Public Employee Retirement, Missouri Consolidated Health Care Plan, Missouri Department of Conservation, Missouri Department of Transportation, Missouri House of Representatives, Missouri Lottery Commission, Missouri Office of Prosecution Services, Missouri Senate,**

Missouri State Employee's Retirement System, Office of Administration (Administrative Hearing Commission and Commissioner's Office), Office of the Governor, Office of the Lieutenant Governor, Office of the State Courts Administrator, Office of the State Public Defender, Office of the State Treasurer, State Tax Commission, University of Missouri and Newton County Health Department each assume the proposal will have no fiscal impact on their respective organizations for this proposal.

In response to a previous version, officials from the **Department of Public Safety - Missouri Gaming Commission** and **State Emergency Management Agency, Missouri Ethics Commission** and the **Missouri National Guard** assumed the proposal will have no fiscal impact on their organization.

Oversight notes that the above mentioned agencies have stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note.

Rule Promulgation

Officials from the **Joint Committee on Administrative Rules** assume this proposal is not anticipated to cause a fiscal impact beyond its current appropriation.

Officials from the **Office of the Secretary of State (SOS)** note many bills considered by the General Assembly include provisions allowing or requiring agencies to submit rules and regulations to implement the act. The SOS is provided with core funding to handle a certain amount of normal activity resulting from each year's legislative session. The fiscal impact for this fiscal note to the SOS for Administrative Rules is less than \$5,000. The SOS recognizes that this is a small amount and does not expect that additional funding would be required to meet these costs. However, the SOS also recognizes that many such bills may be passed by the General Assembly in a given year and that collectively the costs may be in excess of what the office can sustain with its core budget. Therefore, the SOS reserves the right to request funding for the cost of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the governor.

<u>FISCAL IMPACT – State Government</u>	FY 2027 (10 Mo.)	FY 2028	FY 2029
GENERAL REVENUE			
<u>Savings – B&P (§§105.1650 - 650.125)</u> Elimination of certain statutory authorities and sections p.3-5	\$0 or Unknown	\$0 or Unknown	\$0 or Unknown
<u>Cost – DED (§196.1106) p.6</u>			
Personal Service	(\$144,520)	(\$176,892)	(\$180,430)
Fringe Benefits	(\$85,353)	(\$103,818)	(\$105,241)
Equipment and Expense	(\$40,928)	(\$13,352)	(\$13,619)
Total Cost - DED	(\$270,801)	(\$294,062)	(\$299,290)
FTE Change - DED	2 FTE	2 FTE	2 FTE
ESTIMATED NET EFFECT ON GENERAL REVENUE	(Up to \$270,801)	(Up to \$294,062)	(Up to \$299,290)
Estimated Net FTE Change on General Revenue	2 FTE	2 FTE	2 FTE
OTHER STATE FUNDS			
<u>Savings – B&P (§§105.1650 - 650.125)</u> Elimination of certain statutory authorities and sections p.3-5	\$0 or Unknown	\$0 or Unknown	\$0 or Unknown
ESTIMATED NET EFFECT TO OTHER STATE FUNDS	\$0 or Unknown	\$0 or Unknown	\$0 or Unknown

<u>FISCAL IMPACT – Local Government</u>	FY 2027 (10 Mo.)	FY 2028	FY 2029
	\$0	\$0	\$0

FISCAL IMPACT – Small Business

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

FISCAL DESCRIPTION

This act requires each state department with oversight of an administrative entity to submit an annual report to the General Assembly detailing any administrative entity that has not convened a public meeting or conducted public business during the three year period ending on August 28th of such year.

The act further repeals and reassigns duties for a number of administrative entities. The Division of Workforce Development within the Department of Economic Development is renamed and moved to the Office of Workforce Development within the Department of Higher Education and Workforce Development. The Board for Certification of Interpreters is repealed and its duties assigned to the Missouri Commission for the Deaf and Hard of Hearing. The Life Sciences Research Board is repealed and its duties assigned the Department of Economic Development. The act repeals the Missouri Quality Home Care Council as well as all duties of the Council.

The act repeals the following entities: the Career Readiness Course Task Force; the Infection Control Advisory Panel; the Missouri Arthritis Advisory Board and the Arthritis Program Review Committee; the AgriMissouri Advisory Commission for Marketing Missouri Agricultural Products; the Coordinating Board for Early Childhood; the Minority Environmental Literacy Advisory Committee; the Missouri Cybersecurity Commission; the Small Business Compliance Advisory Committee; and the Commission on the Special Health, Psychological and Social Needs of Minority Older Individuals.

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

Attorney General's Office
Department of Commerce and Insurance
Department of Corrections
Department of Economic Development
Department of Elementary and Secondary Education
Department of Health and Senior Services
Department of Higher Education and Workforce Development
Department of Labor and Industrial Relations
Department of Mental Health
Department of Natural Resources
Department of Public Safety
 Alcohol and Tobacco Control
 Capitol Police
 Fire Safety
 Missouri Gaming Commission
 Missouri Highway Patrol

Missouri Veterans Commission
Office of the Director
State Emergency Management Agency
Department of Revenue
Department of Social Services
Joint Committee on Administrative Rules
Joint Committee on Legislative Research
Legislative Research
Oversight Division
Missouri Consolidated Health Care Plan
Missouri Department of Agriculture
Missouri Department of Conservation
Missouri Department of Transportation
Missouri Ethics Commission
Missouri House of Representatives
Missouri Lottery Commission
Missouri National Guard
Missouri Office of Prosecution Services
Missouri Senate
Missouri State Employee's Retirement System
MoDOT & Patrol Employees' Retirement System
Office of Administration
Administrative Hearing Commission
Budget and Planning
Commissioner's Office
Office of the Governor
Office of the Lieutenant Governor
Office of the Secretary of State
Office of the State Auditor
Office of the State Courts Administrator
Office of the State Public Defender
Office of the State Treasurer
State Tax Commission
City of Kansas City
Newton County
University of Missouri

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Missouri State University
Northwest Missouri State University
University Of Central Missouri



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Director
June 26, 2026



Jessica Harris
Assistant Director
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