

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 5184-01  
Bill No.: HB 1694  
Subject: Taxation and Revenue - Income; Revenue Department; Health Care  
Type: Original  
Date: February 20, 2012

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Bill Summary: This proposal changes the “Missouri Women’s Council” special license plate to “Breast Cancer Awareness” special license plate.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
General Revenue	(Less than \$100,000)	(Less than \$100,000)	(Less than \$100,000)
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>(Less than \$100,000)</b>	<b>(Less than \$100,000)</b>	<b>(Less than \$100,000)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Mo Public Health Services	\$0	\$0	\$0
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 6 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
<b>FUND AFFECTED</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

- Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Corrections** and **Office of the State Treasurer** each assume the proposal will have no fiscal impact on their respective organizations.

Officials from the **Department of Transportation** concur with Department of Revenue regarding any fiscal impact to their organization.

Officials from the **Office of the Secretary of State (SOS)** assume 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 Secretary of State's Office for Administrative Rules is less than \$2,500. The SOS recognizes that this is a small amount and does not expect that additional funding would be required to meet these costs. However, we also recognize 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 our office can sustain with our core budget. Therefore, we reserve 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.

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

Officials from the **Department of Health and Senior Services (DHSS)** would receive the donations from sale of "Breast Cancer Awareness" license plate and registration fee which would be deposited into the Missouri Public Health Services Fund (MOPHS). The monies received would be utilized to pay health care providers for screening mammograms for women age 40 to 49 years who are uninsured and meet the income guidelines for the existing Show Me Healthy Women Program. DHSS estimate the funding would provide 159 screening mammograms at a cost of \$136.76 (current Medicare rate in Missouri) each for a total of \$21,745 per year (\$18,121 for FY 2013). DHSS will use the Show Me Healthy Women Program staff and administrative procedures and policies to pay for the annual screening mammograms.

ASSUMPTION (continued)

Officials from the **Department of Revenue (DOR) - Motor Vehicle Bureau (MVB)** state procedures will need to be revised by a Management Analyst Specialist I requiring 40 hours of overtime at a cost of \$1,182. The Department's web site will need to be updated to include the change in the appearance of the plate. This will require 10 hours of overtime for an Administrative Analyst III, at a cost of \$319. The Department would incur 20 overtime hours for a Revenue Processing Tech II to work on the design of the plate and finalize the design at a cost of \$411. The Department would incur 20 overtime hours for a Revenue Processing Tech II to set up the ability for the Department to collect the \$25 donation within (MVB) systems and testing at a cost of \$411. Total cost to the DOR-MVB is \$2,323 ( $\$1,182 + \$319 + \$411 + \$411$ ).

As the printing of flat plates has changed from Irwin Hodson to Missouri Vocational Enterprises (MVE), the cost for the set-up of a new plate and the cost for design modification of an existing plate has changed from previous years.

The change of the Breast Cancer Awareness plate will be considered a new design graphic as the design graphic of the plate is changing. The new design set-up includes passenger plates, RV plates, 6,000/18,000 lb truck plates, motorcycle plates, and disabled plates at a new set-up cost of \$215. This is a one-time fee that will be charged upon passage of this bill in FY 13.

Officials from the **Department of Revenue - Information Technology - (DOR- ITSD)** state the Department's response to a similar proposal in prior years would have indicated the Department planned to absorb the administrative costs to implement the proposal. Due to budget constraints, reduction of staff and the limitations within the Department's motor vehicle legacy systems, changes cannot be made without significant impact to the Department's resources and budget. Therefore, the IT portion of the fiscal impact is estimated with a level of effort valued at \$2,120 calculated on 80 FTE hours.

In summary, DOR assumes a cost of \$4,658 ( $\$2,323 + \$215 + \$2,120$ ) in FY 2013 to provide for the implementation of the changes in this proposal.

**Oversight** assumes DOR is provided with core funding to handle a certain amount of activity each year. Oversight assumes DOR could absorb the personal service costs related to this proposal. If multiple bills pass which require additional staffing and duties at substantial costs, DOR could request funding through the appropriation process.

Since it is unknown how many plate applications will be received for this plate, for fiscal note purposes only, Oversight will estimate revenue as 'Less than \$100,000'. Oversight will also estimate cost to General Revenue from manufacturing process as: (Less than \$100,000).

KC:LR:OD

<u>FISCAL IMPACT - State Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
<b>GENERAL REVENUE</b>			
<u>Cost</u> - Department of Revenue - Processing costs for specialty plates	(Less than <u>\$100,000</u> )	(Less than <u>\$100,000</u> )	(Less than <u>\$100,000</u> )
<b>ESTIMATED NET EFFECT ON GENERAL REVENUE</b>	<b>(Less than <u>\$100,000</u>)</b>	<b>(Less than <u>\$100,000</u>)</b>	<b>(Less than <u>\$100,000</u>)</b>
<b>MISSOURI PUBLIC HEALTH SERVICES FUND</b>			
<u>Income</u> - Revenue from special license plate	Less than \$100,000	Less than \$100,000	Less than \$100,000
<u>Expense</u> - Show Me Healthy Women Program Administrative cost	(Less than <u>\$100,000</u> )	(Less than <u>\$100,000</u> )	(Less than <u>\$100,000</u> )
<b>ESTIMATED NET EFFECT TO THE MISSOURI PUBLIC HEALTH SERVICES FUND</b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>
<b>FISCAL IMPACT - Local Government</b>			
	FY 2013 (10 Mo.)	FY 2014	FY 2015
	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

FISCAL IMPACT - Small Business

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

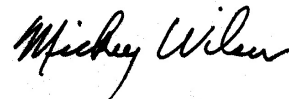
FISCAL DESCRIPTION

This proposal modifies the law with respect to the “Missouri Women’s Council” special licenses plate and the issuance of “Breast Cancer Awareness” special license plates.

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 Corrections  
Department of Transportation  
Department of Health and Senior Services  
Office of the State Treasurer  
Office of the Secretary of State  
Joint Committee on Administrative Rules



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Director  
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