COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.:   6049-01
Bill No.:   HB 1875
Subject: Motor Vehicles; Licenses - Motor Vehicle; Revenue Department
Type: Original
Date: March 8, 2012

Bill Summary: This proposal establishes a procedure by which insurers who purchase vehicles through the claims adjustment process can obtain a salvage title or junking certificate when the insurer is unable to obtain a negotiable title.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on General Revenue Fund	**$0**	**$0**	**$0**

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on Other State Funds	**$0**	**$0**	**$0**

Numbers within parentheses: ( ) indicate costs or losses.
This fiscal note contains 4 pages.

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

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

☐ 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).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Local Government	**$0**	**$0**	**$0**

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<u>FISCAL ANALYSIS</u>

<u>ASSUMPTION</u>

Officials from the **Department of Public Safety - Missouri Highway Patrol**, **Department of Insurance, Financial Institutions and Professional Registration** each assume the proposal will have no fiscal impact on their respective organizations.

Officials from the **St. Joseph Police Department** and **Department of Transportation** did not respond to our request for fiscal impact.

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. This will require 10 hours of overtime for an Administrative Analyst III, at a cost of $319.

To process these additional record lookups the department will require staff to research the record presented in the correspondence and prepare a response. Based on current Department expectations, 1 FTE (Revenue Processing Tech II) will be required to process these record lookups and responses year with equipment, floor space, and expenses associated with this FTE requirement at a cost of $42,091 in FY 13, $45,162 in FY 14, and $45,630 in FY 15

Oversight assumes DOR is provided with core funding to handle a certain amount of activity each year. Oversight assumes DOR could absorb the 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.

<u>FISCAL IMPACT - State Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
	<u>**$0**</u>	<u>**$0**</u>	<u>**$0**</u>

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FISCAL IMPACT - Local Government	FY 2013 (10 Mo.)	FY 2014	FY 2015
	<u>$0</u>	<u>$0</u>	<u>$0</u>

FISCAL IMPACT - Small Business

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

FISCAL DESCRIPTION

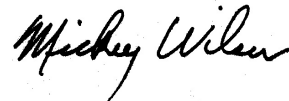The proposed legislation appears to have no fiscal impact.

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 Insurance, Financial Institutions and Professional Registration
Department of Public Safety

NOT RESPONDING

St. Joseph Police Department
Department of Transportation

Mickey Wilson, CPA
Director
March 8, 2012

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