

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0216-03  
Bill No.: HB 313  
Subject: Ethics; Governor and Lt. Governor; Secretary of State; Treasurer, State  
Type: Original  
Date: January 27, 2015

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Bill Summary: This proposal requires ethics training for statewide elected officials, General Assembly members, and executive department directors and acting directors after taking office, appointment, or employment, and every two years.

**FISCAL SUMMARY**

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

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
<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 5 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</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 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

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

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

## FISCAL ANALYSIS

### ASSUMPTION

Officials at the **Missouri Ethics Commission (MEC)** state if MEC identifies significant violations during the process established in §105.955.14 (2), (3), RSMo or complaints received increase significantly an Investigator would be required to review potential violations. MEC would anticipate that changes or additions to the proposed language set forth in this bill, may require additional associated costs for FTE, equipment, and expenses.

**Oversight** assumes that should MEC have a significant increase in complaints, they can seek additional resources through the appropriation process.

Officials from the **Office of the Secretary of State (SOS)** state 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 \$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, 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 the 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.

**Oversight** assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriation process.

Officials at the **Department of Social Services, the Department of Revenue, the Department of Conservation, the Department of Mental Health, the Department of Insurance, Financial Institutions, and Professional Registration, the Office of the Governor, the Department of Public Safety Office of the Director, the Department of Public Safety's Veterans Commission, the Department of Agriculture, the Office of the Lieutenant Governor, the Office of the State Auditor, the Office of the Missouri State Public Defender, the Office of the State Courts Administrator, the Office of Prosecution Services, the Joint Committee on Administrative Rules, the Missouri Senate, the Office of the Attorney General, the Department of Economic Development, the Department of Labor and Industrial Relations, the Department of Health and Senior Services, the Department of Natural Resources, the**

ASSUMPTION (continued)

**Department of Transportation, Department of Higher Education, the Department of Corrections, the Office of Administration's Division of Personnel, the Missouri House of Representatives, the Office of the State Treasurer, and the Department of Elementary and Secondary Education** each assume no fiscal impact from this proposal to their respective organizations.

The Missouri Veteran's Commission did not response to **Oversight's** request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
	<u>\$0</u>	<u>\$0</u>	<u>\$0</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

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 direct fiscal impact.

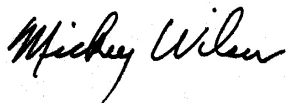
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Social Services  
Department of Revenue  
Department of Conservation  
Department of Mental Health  
Department of Insurance, Financial Institutions, and Professional Registration  
Office of the Governor

SOURCES OF INFORMATION (continued)

Department of Public Safety Office of the Director  
Department of Public Safety's Veterans Commission  
Department of Agriculture  
Office of the Lieutenant Governor  
Office of the State Auditor  
Office of the Missouri State Public Defender  
Office of the State Courts Administrator  
Office of Prosecution Services  
Joint Committee on Administrative Rules  
Missouri Senate  
Department of Elementary and Secondary Education  
Office of the Attorney General  
Department of Economic Development  
Department of Labor and Industrial Relations  
Department of Health and Senior Services  
Department of Natural Resources  
Department of Transportation  
Department of Higher Education  
Office of the Secretary of State  
Missouri Ethics Commission  
Department of Correction  
Office of Administration's Division of Personnel  
Missouri House of Representatives  
Office of the State Treasurer



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January 27, 2015

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