

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1256-01
Bill No.: HB 585
Subject: Lobbying; Ethics
Type: Original
Date: April 11, 2017

Bill Summary: This proposal prohibits the use of public funds for lobbying purposes.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 6 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
Total Estimated Net Effect on FTE	0	0	0

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

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Administration - Budget and Planning** indicate this proposal prohibits the use of public funds for lobbying purposes and authorizes fines between \$1,000 and \$5,000 for violations of the prohibition. Collection of this fine could increase total state revenues by an unknown amount. It will not impact the state's Article X, Section 18(e) calculation.

Officials from the **Governor's Office** assume this proposal could have a minimal impact to the Governor's office, as it appears the office would no longer be permitted to pay for professional membership dues, such as those to the Missouri Bar, for attorneys on staff.

Officials from the **Joint Committee on Public Employee Retirement** assume this proposal will not affect retirement plan benefits as defined in Section 105.660.

Officials from **Legislative Research** assume no additional costs from this proposal; however, the office pays Missouri Bar dues for three attorneys. No definition for "state agency" is provided in the bill, but assuming that Legislative Research would fall under that term, the Missouri Bar does have a registered lobbyist on its staff.

Officials from the **Missouri Ethics Commission** assume this proposal would result in a minimal number of complaints; however, if this assumption is incorrect the Commission would require additional staff resources.

Officials from the **Department of Conservation** indicate the fiscal impact is unknown.

In response to similar legislation filed in the 2015 legislative session (HB 659), officials at the **Office of the Attorney General** assumed any potential costs arising from this proposal can be absorbed with existing resources.

In response to similar legislation filed in the 2015 legislative session (HB 659), officials at the **State Public Defender's Office** assumed the proposal would have no fiscal impact on their organization.

ASSUMPTIONS (continued)

Officials from the **Department of Agriculture, Department of Economic Development (Public Service Commission and Office of Public Counsel), Department of Elementary and Secondary Education, Department of Higher Education, Department of Health and Senior Services, Department of Insurance, Financial Institutions and Professional Registration, Department of Mental Health, Department of Natural Resources, Department of Corrections, Department of Labor and Industrial Relations, Department of Revenue, Department of Public Safety (Capitol Police, Alcohol and Tobacco Control, Division of Fire Safety, Missouri Gaming Commission, Missouri State Highway Patrol, State Emergency Management System and the Missouri Veterans' Commission), Department of Social Services, Joint Committee on Administrative Rules, Missouri Lottery Commission, Missouri Consolidated Health Care Plan, Department of Conservation, Missouri House of Representatives, Office of the Lieutenant Governor, Missouri Department of Transportation, Missouri Office of Prosecution Services, Missouri State Employees' Retirement System, Office of Administration (Administrative Hearing Commission), Office of the State Courts Administrator, Public School Retirement Systems, Office of the State Auditor, Missouri Senate, Office of the Secretary of State, Office of the State Treasurer and the State Tax Commission** each assume the proposal will have no fiscal impact on their respective organizations.

Oversight assumes that due to the severity of the penalty for violation of this proposal that agencies and political subdivisions will comply with this proposal's provisions and no penalties would be assessed.

<u>FISCAL IMPACT - State Government</u>	FY 2018 (10 Mo.)	FY 2019	FY 2020
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2018 (10 Mo.)	FY 2019	FY 2020
	<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.

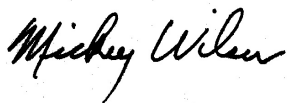
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Agriculture
Department of Economic Development
 Public Service Commission
 Office of Public Counsel
Department of Elementary and Secondary Education
Department of Higher Education
Department of Health and Senior Services
Department of Insurance, Financial Institutions and Professional Registration
Department of Mental Health
Department of Natural Resources
Department of Corrections
Department of Labor and Industrial Relations
Department of Revenue
Department of Public Safety
 Capitol Police
 Alcohol and Tobacco Control
 Division of Fire Safety
 Missouri Gaming Commission
 Missouri State Highway Patrol
 Missouri State Emergency Management Agency
 Missouri Veterans Commission
Department of Social Services
Governor's Office
Joint Committee on Administrative Rules
Joint Committee on Public Employees' Retirement
Legislative Research
Missouri Lottery Commission

SOURCES OF INFORMATION (continued)

Missouri Consolidated Health Care Plan
Missouri Department of Conservation
Missouri Ethics Commission
Missouri House of Representatives
Office of the Lieutenant Governor
Missouri Department of Transportation
Missouri Office of Prosecution Services
Missouri State Employees' Retirement System
Office of Administration
 Budget and Planning
 Administrative Hearing Commission
Office of State Courts Administrator
Public School Retirement Systems
Office of the State Auditor
Missouri Senate
Office of the Secretary of State
Office of the State Treasurer
Missouri Tax Commission



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