

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4527H.01I
Bill No.: HB 2331
Subject: Health Care; Department of Health and Senior Services; Food
Type: Original
Date: February 15, 2022

Bill Summary: This proposal repeals provisions relating to certain health and licensing requirements.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2023	FY 2024	FY 2025
General Revenue	(\$32,000)	(\$32,000)	(\$32,000)
Total Estimated Net Effect on General Revenue	(\$32,000)	(\$32,000)	(\$32,000)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2023	FY 2024	FY 2025
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2023	FY 2024	FY 2025
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2023	FY 2024	FY 2025
Total Estimated Net Effect on FTE	0	0	0

- ☐ 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 2023	FY 2024	FY 2025
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Repeals sections related to certain health and licensing requirements

Officials from the **Department of Health and Senior Services (DHSS)** state the proposed legislation would eliminate §§196.866 and 196.868, RSMo, from statute, thereby ending frozen dessert licensing. The DHSS, Bureau of Environmental Health Services (BEHS) currently licenses approximately 2,000 facilities that are required to maintain a frozen dessert license. DHSS staff time spent operating the frozen dessert license program is divided among positions that also perform other environmental health responsibilities. No positions are purely dedicated to the program and therefore no positions would be eliminated. Ending the program will not result in any realized cost savings as the time dedicated by current staff to the program would be redirected to other responsibilities if the legislation were enacted.

The cost of a frozen dessert license ranges from \$10 to \$150 with the average cost of approximately \$15. Annually the frozen dessert licensing process is estimated to collect approximately \$32,000 in fees in future years (actual revenues for the last three years were \$33,925 in FY19, \$33,485 in FY20, and \$32,165 in FY21). All fees collected from the program are placed into general revenue and no funds remain at DHSS.

Oversight does not have any information to the contrary. Therefore, Oversight will reflect a loss of license fees deposited into the General Revenue Fund of \$32,000 annually as the fiscal impact for the DHSS.

Officials from the **Department of Commerce and Insurance**, the **Department of Social Services**, the **Office of the State Treasurer**, the **Missouri Office of Prosecution Services** and the **Office of the State Courts Administrator** 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.

<u>FISCAL IMPACT – State Government</u>	FY 2023 (10 Mo.)	FY 2024	FY 2025
GENERAL REVENUE FUND			
<u>Loss – DHSS – reduction in licensing fees</u>	<u>(\$32,000)</u>	<u>(\$32,000)</u>	<u>(\$32,000)</u>
ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND	<u>(\$32,000)</u>	<u>(\$32,000)</u>	<u>(\$32,000)</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2023 (10 Mo.)	FY 2024	FY 2025
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT – Small Business

This proposal would have a positive fiscal impact on certain small businesses as they would no longer have to obtain a license or incur costs associated with maintaining the license.

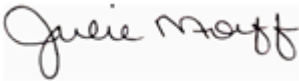
FISCAL DESCRIPTION

This bill repeals in their entirety Sections 191.743, 196.866, and 196.868, RSMo, dealing with frozen desert licensure and perinatal substance abuse.

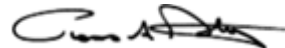
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Commerce and Insurance
Department of Health and Senior Services
Department of Social Services
Office of the State Treasurer
Missouri Office of Prosecution Services
Office of the State Courts Administrator



Julie Morff
Director
February 15, 2022



Ross Strobe
Assistant Director
February 15, 2022