

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1364-01
Bill No.: HB 878
Subject: Employees - Employers; Labor and Industrial Relations Department; Labor and Management
Type: Original
Date: April 26, 2005

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 3 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of State Courts Administrator** and the **Department of Labor and Industrial Relations** assume this proposal would have no fiscal impact on their organizations.

Officials from the **Office of the Attorney General** did not respond to our request for information.

<u>FISCAL IMPACT - State Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<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.

DESCRIPTION

This proposal would require labor organizations to establish separate, segregated fund for political activities, and make political expenditures only from such fund. The labor organization would be required to disclose, in clear and unambiguous language on the face of the solicitation, that contributions to the fund are voluntary and that the fund is a political fund and will be expended for political activities. Union dues could not be used for political activities, transferred to the fund or intermingled in any way with fund moneys, and the cost of administering the fund would be paid from fund contributions and not from union dues. A labor organization could use union dues to communicate directly with its own members about political candidates, ballot propositions, and other political issues. The proposal provides criminal penalties for violations, and would be effective in August of 2005 for any new contract or contract renewal after that date.

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

Office of State Courts Administrator
Department of Labor and Industrial Relations

NOT RESPONDING

Office of the Attorney General



Mickey Wilson, CPA
Director
April 26, 2005