COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 0340-01 Bill No.: HB 56

Subject: Telecommunications; Political Parties

<u>Type</u>: Original

<u>Date</u>: April 14, 2009

Bill Summary: The proposal expands the No-Call List to include cell phone numbers,

prohibits sending unsolicited faxes and test messages, and prohibits using

automatic dialing announcing devices in certain situations.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2010	FY 2011	FY 2012	
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Merchandising Practices Revolving*	\$0	\$0	\$0
Total Estimated Net Effect on <u>Other</u> State Funds*	\$0	\$0	\$0

^{*} Offsetting revenues and costs of an Unknown amount to the Merchandising Practices Revolving Fund, net to \$0.

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2010	FY 2011	FY 2012	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
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 2010	FY 2011	FY 2012	
Local Government	\$0	\$0	\$0	

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Corrections**, **Department of Public Safety**, and the **Office of the State Public Defender** assume the proposal would have no fiscal impact on their agencies.

Officials from the **Office of State Courts Administrator** assume the proposed legislation would have no fiscal impact on the courts.

Officials from the **Office of the Attorney General (AGO)** assume any costs associated with this proposal can be absorbed with existing resources.

AGO assumes that, under this proposal, complaints regarding automated calls, whether soliciting merchandise or not, as well as unsolicited text messages may be subject to the penalties currently in place for unsolicited phone calls. AGO assumes that, to the extent there is an increase in complaints to the No-Call Unit, those complaints can be handled with existing resources. Moreover, AGO assumes that some of the complaints will result in enforcement action, with monies collected being allocated to the Merchandising Practices Revolving Fund. To the extent there is an increase in workload, AGO assumes that monies collected through enforcement would compensate for such workload increase.

Oversight assumes, for fiscal note purposes, any revenues generated by the Office of the Attorney General (AGO) through enforcement actions would equal any costs incurred by the AGO's increased workload in pursuing such enforcement actions.

Officials from the **Office of the Secretary of State (SOS)** assume 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 proposal for Administrative Rules is less than \$2,500. The SOS recognizes this is a small amount and does not expect additional funding would be required to meet these costs. However, SOS also recognizes that many such bills may be passed in a given year and that collectively the costs may be in excess of what the SOS can sustain with their core budget. Any additional required funding would be handled through the budget process.

Officials from the Office of Prosecution Services did not respond to Oversight's request for fiscal impact.

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FISCAL IMPACT - State Government	FY 2010 (10 Mo.)	FY 2011	FY 2012
MERCHANDISING PRACTICES REVOLVING FUND	, ,		
Revenues – Office of the Attorney General Collections resulting from			
enforcement actions	Unknown	Unknown	Unknown
<u>Costs</u> – Office of the Attorney General Increased enforcement costs	(Unknown)	(Unknown)	(Unknown)
ESTIMATED NET EFFECT ON MERCHANDISING PRACTICES REVOLVING FUND*	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

^{*} Offsetting revenues and costs of an Unknown amount to the Merchandising Practices Revolving Fund, net to \$0.

	\$0	<u>\$0</u>	\$0
FISCAL IMPACT - Local Government	FY 2010 (10 Mo.)	FY 2011	FY 2012

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 expands the No-Call List to include cell phone numbers, prohibits sending unsolicited faxes and text messages, and prohibits using automatic dialing announcing devices in certain situations.

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

BLG:LR:OD (12/02)

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SOURCES OF INFORMATION

Office of the Attorney General Office of State Courts Administrator Department of Corrections Department of Public Safety Office of the Secretary of State Office of the State Public Defender

NOT RESPONDING

Office of Prosecution Services

Mickey Wilson, CPA

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Director

April 14, 2009