

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0144-01
Bill No.: HB 202
Subject: General Assembly; Salaries
Type: Original
Date: March 2, 2011

Bill Summary: This proposal specifies that for two years the daily expense allowance for members of the General Assembly will remain the same as the rate in effect on September 30, 2010.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
General Revenue	(\$69,192)	(More than \$23,640)	\$0
Total Estimated Net Effect on General Revenue Fund	(\$69,192)	(More than \$23,640)	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
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 2012	FY 2013	FY 2014
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials at the **Budget and Planning (BAP)** assume no impact to BAP however, BAP defers to the General Assembly for an estimate of the measure's budgetary impact.

Officials at the **Office of the State Treasurer** assume that there is no fiscal impact from this proposal.

Officials from the **Missouri Senate (SEN)** state this proposal would set the legislative per diem reimbursement at the same rate as it was on September 30, 2010 and could not be increased for two years following its effective date.

The effect would appear to be an increase in the per diem from the current daily rate of \$98.40 to the rate in effect on 9/30/10 of \$103.20 per day. The number of legislative days during the previous ten year period has ranged from a low of 70 days to a high of 81 days. The resulting cost increase over the current rate would range from \$11,424 to \$13,219 per year which could be absorbed by present appropriations.

Oversight notes if this bill goes into effect prior to May 13, 2011, costs will be realized in FY 11, which is outside this fiscal note period. Oversight also assumes the bill will expire during the FY 13 legislative session. Oversight will show a potential cost to the Senate of \$4.80 per day, per legislator, or \$163.20 per legislative day (\$4.80 x 34 senators). Due to the passage of time during this legislative session, the number of days of potential costs has decreased for FY 11, but increased for FY 13. The number of days of potential costs for FY 12 would remain approximately 70. Therefore, Oversight is presenting SEN costs as \$11,424 (70 days X \$4.80 per day X 34 members) for FY 12 and more than \$4,080 for FY 13 (25 days X \$4.80 per day X 34 members).

Officials at the Missouri House of Representatives did not respond to **Oversight's** request for fiscal impact.

Oversight notes if this bill goes into effect prior to May 13, 2011, costs will be realized in FY 11, which is outside this fiscal note period. Oversight also assumes the bill will expire during the FY 13 legislative session. Oversight will show a potential cost to the MHR of \$4.80 per day, per legislator, or \$782.40 per legislative day (\$4.80 x 163 representatives). Due to the passage of time during this legislative session, the number of days of potential costs has decreased for FY 11, but increased for FY 13. The number of days of potential costs for FY 12 would remain

ASSUMPTION (continued)

approximately 70. Therefore, Oversight is presenting MHR costs as \$57,768 (70 days X \$4.80 per day X 163 members) for FY 12 and more than \$19,560 for FY 13 (25 days X \$4.80 per day X 163 members).

<u>FISCAL IMPACT - State Government</u>	FY 2012 (10 Mo.)	FY 2013	FY 2014
GENERAL REVENUE			
<u>Cost - Missouri House of Representatives</u>			
Freezing of the per diem	(\$57,768)	(More than 19,560)	\$0
<u>Cost - Missouri Senate</u>			
Freezing of the per diem	<u>(\$11,424)</u>	<u>(More than \$4,080)</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>(\$69,192)</u>	<u>(More than \$23,640)</u>	<u>\$0</u>
 <u>FISCAL IMPACT - Local Government</u>			
	FY 2012 (10 Mo.)	FY 2013	FY 2014
	<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

This bill specifies that for two years from the effective date of the bill the daily expense allowance received by members of the General Assembly will be the same as the rate in effect on September 30, 2010, and cannot be increased.

The bill contains an emergency clause.

FISCAL DESCRIPTION (continued)

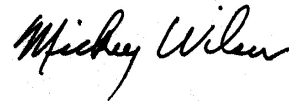
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Budget and Planning
Missouri Senate
Office of the State Treasurer

Not Responding

Missouri House of Representatives



Mickey Wilson, CPA
Director
March 2, 2011