

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0872-02  
Bill No.: HB 522  
Subject: Department of Public Safety; Law Enforcement Officers and Agencies; Victims of Crime  
Type: Original  
Date: February 22, 2017

Bill Summary: This proposal establishes a pilot program in St. Louis City and in Kansas City to be known as the Intervention and Compliance Unit Pilot Program to address rising serious violent crime in the two cities.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
General Revenue	(More than \$255,250)	(More than \$263,964)	(More than \$264,534)
<b>Total Estimated Net Effect on General Revenue</b>	<b>(More than \$255,250)</b>	<b>(More than \$263,964)</b>	<b>(More than \$264,534)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
Intervention and Compliance Unit Pilot Program*	\$0	\$0	\$0
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

\* Transfers-In and Costs assumed to net to \$0.  
 Numbers within parentheses: ( ) indicate costs or losses.  
 This fiscal note contains 7 pages.

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

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
<b>FUND AFFECTED</b>	<b>FY 2018</b>	<b>FY 2019</b>	<b>FY 2020</b>
General Revenue	1 FTE	1 FTE	1 FTE
<b>Total Estimated Net Effect on FTE</b>	<b>1 FTE</b>	<b>1 FTE</b>	<b>1 FTE</b>

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

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

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Public Safety - Office of the Director (DPS)** state the fiscal impact will depend on the amount of money appropriated and the level of involvement by each area. Potentially it would require the need for 1 FTE or more program staff positions (depending again on the level of involvement in each area) to set up, oversee and monitor the pilot program. Additional costs include the equipment/supplies for the FTE, as well as the travel costs to/from St. Louis City and Kansas City to conduct any required meetings/program monitoring.

Section 589.800.4 creates a dedicated fund. It does not clearly state whether or not the moneys in this fund could be used for administrative costs for DPS (FTE and equipment/supplies). We need to state that we do not have the capacity to absorb the administrative costs for a program of this level without additional funding from the dedicated fund.

Officials from the **Department of Public Safety - Missouri Highway Patrol**, the **Office of the State Courts Administrator**, the **Department of Corrections**, the **Office of the State Treasurer**, the **Department of Social Services**, and the **City of Kansas City** each assume the proposal would not fiscally impact their respective agencies.

According to officials from the **Office of the Secretary of State (SOS)**, 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 fiscal note to the SOS for Administrative Rules is less than \$2,500. The SOS recognizes that this is a small amount and does not expect that additional funding would be required to meet these costs. However, we also recognize that many such bills may be passed by the General Assembly in a given year and that collectively the costs may be in excess of what our office can sustain with our core budget. Therefore, we reserve the right to request funding for the cost of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the governor.

**Oversight** assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriation process.

Officials from the **Joint Committee on Administrative Rules** state this legislation is not anticipated to cause a fiscal impact beyond its current appropriation.

ASSUMPTION (continued)

Officials from the City of St. Louis did not respond to **Oversight's** request for fiscal impact.

**Oversight** notes that DPS did not provide an estimate regarding the amount of appropriation needed to fund the Intervention and Compliance Unit Pilot Program. Oversight will assume a cost of More than \$100,000 to the General Revenue Fund for implementation of the program for each city (Kansas City and St. Louis).

<u>FISCAL IMPACT - State Government</u>	FY 2018 (10 Mo.)	FY 2019	FY 2020
<b>GENERAL REVENUE FUND</b>			
<u>Costs - DPS - Office of the Director</u>			
Personal Service (1 FTE)	(\$33,650)	(\$40,784)	(\$41,192)
Fringe Benefits	(\$17,603)	(\$21,234)	(\$21,346)
Expense and Equipment	<u>(\$3,997)</u>	<u>(\$1,946)</u>	<u>(\$1,996)</u>
<u>Total Costs - DPS</u>	(\$55,250)	(\$63,964)	(\$64,534)
FTE Change - DPS	1 FTE	1 FTE	1 FTE
<u>Transfer Out - to the Intervention and Compliance Unit Pilot Program Fund for Kansas City</u>	(More than \$100,000)	(More than \$100,000)	(More than \$100,000)
<u>Transfer Out - to the Intervention and Compliance Unit Pilot Program Fund for St. Louis</u>	(More than <u>\$100,000</u> )	(More than <u>\$100,000</u> )	(More than <u>\$100,000</u> )
<b>ESTIMATED NET EFFECT TO THE GENERAL REVENUE FUND</b>	<b>(More than <u>\$255,250</u>)</b>	<b>(More than <u>\$263,964</u>)</b>	<b>(More than <u>\$264,534</u>)</b>

<u>FISCAL IMPACT - State Government</u> (continued)	FY 2018 (10 Mo.)	FY 2019	FY 2020
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**INTERVENTION AND  
 COMPLIANCE UNIT PILOT  
 PROGRAM FUND**

<u>Transfer In</u> - from the General Revenue Fund	More than \$200,000	More than \$200,000	More than \$200,000
<u>Costs</u> - DPS - Implementation of the ICU pilot program	(More than <u>\$200,000</u> )	(More than <u>\$200,000</u> )	(More than <u>\$200,000</u> )

**ESTIMATED NET EFFECT TO THE  
 INTERVENTION AND  
 COMPLIANCE UNIT PILOT  
 PROGRAM FUND**

**\$0                      \$0                      \$0**

<u>FISCAL IMPACT - Local Government</u>	FY 2018 (10 Mo.)	FY 2019	FY 2020
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**LOCAL POLITICAL SUBDIVISIONS**

<u>Revenue</u> - St. Louis City - proceeds from the state for the Intervention and Compliance Unit Pilot Program	More than \$100,000	More than \$100,000	More than \$100,000
<u>Revenue</u> - Kansas City - proceeds from the state for the Intervention and Compliance Unit Pilot Program	More than \$100,000	More than \$100,000	More than \$100,000
<u>Costs</u> - St. Louis City and Kansas City - to implement, with DPS, the ICU Pilot Program	(More than <u>\$200,000</u> )	(More than <u>\$200,000</u> )	(More than <u>\$200,000</u> )

**ESTIMATED NET EFFECT TO  
 LOCAL POLITICAL SUBDIVISIONS**

**\$0                      \$0                      \$0**

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This bill requires the Department of Public Safety to establish a pilot program in the City of St. Louis and in Kansas City to address the rising serious violent crime rate in St. Louis City and Kansas City neighborhoods. The program's goals include, but are not limited to, reducing and preventing violent crime and improving safety within individual neighborhoods, creating policies and procedures to address crime recidivism, creating policies and procedures regarding crime data collection and monitoring, and developing strategies for improving mental and social service programs to address systemic needs for reducing violent crime in the City of St. Louis and in Kansas City.

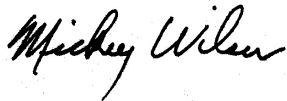
The "Intervention and Compliance Unit Program" membership shall have representatives from various local governmental agencies and local organizations, specified in the bill.

This bill creates a fund, which will consist of appropriated money and voluntary donations, the State Treasurer will be the custodian of the fund. The fund shall be used solely for the implementation and execution of this program.

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 Public Safety  
Department of Social Services  
Office of the State Courts Administrator  
Department of Corrections  
Office of the State Treasurer  
Office of the Secretary of State  
Joint Committee on Administrative Rules  
City of Kansas City



Mickey Wilson, CPA  
Director  
February 22, 2017

Ross Strobe  
Assistant Director  
February 22, 2017