

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0586-01
Bill No.: HB 122
Subject: Professional Registration and Licensing
Type: Original
Date: January 17, 2019

Bill Summary: This proposal modifies licensing provisions relating to bail bonds agents.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
Total Estimated Net Effect on FTE	0	0	0

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

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Section 374.715

Officials from the **Department of Insurance, Financial Institutions and Professional Registration** assume Section 374.715.2 of the proposal increases the maximum required assets to be assigned to the state of Missouri with the amount ranging from \$10,000 to \$100,000 determined by the director based on a sliding scale based on the volume of business by the bail bond agent.

The department currently does not have access or track the volume of business of each bail bond agent. Bail bond agents would be required to report all business to the department and a department employee would be required to review reports to determine the amount of assets that should be on deposit. This additional work could require the department to request an FTE; however, the department believes the costs of this requirement can be absorbed within our current appropriations. Should the cost be more than anticipated, the department would request an increase to our FTE and appropriations as appropriate through the budget process.

Oversight notes that the Department of Insurance, Financial Institutions and Professional Registration has stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note.

Oversight also notes DIFP reports the following are currently registered in Missouri:

Bail bond	621
General bail bond agent	132
General bail bond corporation	6
Surety recovery agent	<u>34</u>
Total	793

<u>FISCAL IMPACT - State Government</u>	FY 2020 (10 Mo.)	FY 2021	FY 2022
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Local Government

FY 2020
(10 Mo.)

FY 2021

FY 2022

\$0

\$0

\$0

FISCAL IMPACT - Small Business

This proposal would affect training requirements of small business bail bond agents and could affect the amount of the “duly executed assignment” to the state of Missouri.

FISCAL DESCRIPTION

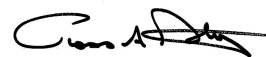
The proposed legislation appears to have no direct fiscal impact.

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 Insurance, Financial Institutions and Professional Registration

Kyle Rieman
Director
January 18, 2019



Ross Strope
Assistant Director
January 18, 2019