

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1485-01  
Bill No.: HB 612  
Subject: Arts and Humanities; Governor and Lieutenant Governor; Department of Economic Development  
Type: Original  
Date: February 8, 2019

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Bill Summary: This proposal transfers the Missouri State Council on the Arts to the Office of the Lieutenant Governor by type II transfer.

**FISCAL SUMMARY**

| <b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>  |            |            |            |
|--|------------|------------|------------|
| FUND AFFECTED  | FY 2020    | FY 2021    | FY 2022    |
|  |            |            |            |
| <b>Total Estimated Net Effect on General Revenue</b> | <b>\$0</b> | <b>\$0</b> | <b>\$0</b> |

| <b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>              |               |               |               |
|---|---------------|---------------|---------------|
| FUND AFFECTED   | FY 2020       | FY 2021       | FY 2022       |
| Department of Economic Development*                           | (\$9,155,349) | (\$9,155,349) | (\$9,155,349) |
| Office of the Lt. Governor*                                   | \$9,155,349   | \$9,155,349   | \$9,155,349   |
| <b>Total Estimated Net Effect on <u>Other</u> State Funds</b> | <b>\$0</b>    | <b>\$0</b>    | <b>\$0</b>    |

\* Reallocation of funds and FTE nets to zero.

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

| <b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>                  |                |                |                |
|---|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>  | <b>FY 2020</b> | <b>FY 2021</b> | <b>FY 2022</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 2020</b> | <b>FY 2021</b> | <b>FY 2022</b> |
| Department of Economic Development*                       | -15            | -15            | -15            |
| Office of the Lieutenant Governor*                        | 15             | 15             | 15             |
| <b>Total Estimated Net Effect on FTE</b>                  | <b>0</b>       | <b>0</b>       | <b>0</b>       |

\* Reallocation of funds and FTE nets to zero.

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 2020</b> | <b>FY 2021</b> | <b>FY 2022</b> |
| <b>Local Government</b>                    | <b>\$0</b>     | <b>\$0</b>     | <b>\$0</b>     |

## FISCAL ANALYSIS

### ASSUMPTION

Officials at the **Department of Economic Development** assume there is no fiscal impact from this proposal.

Officials at the Office of the Lieutenant Governor did not respond to **Oversight's** request for fiscal impact.

**Oversight** notes this proposal would transfer the Missouri State Council on the Arts from the Department of Economic Development to the Office of the LIEUTENANT Governor. The Missouri Arts Council (MAC) is responsible for overseeing the distribution of state and federal funds in support of the arts. As of FY 2007, MAC became responsible for the granting of state funds to public radio and television. The MAC also has spending authority for the Missouri Humanities Council (MHC). The Governor's Executive Budget shows transferring \$9,155,349 and 15 FTE from DED to the Lieutenant Governor's Office.

**Oversight** will show the transfer/reallocation of the \$9,155,349 and 15 FTE from DED to the Lieutenant Governor's Office.

| <u>FISCAL IMPACT - State Government</u>  | FY 2020<br>(10 Mo.)         | FY 2021                     | FY 2022                     |
|--|-----------------------------|-----------------------------|-----------------------------|
| <b>DEPARTMENT OF ECONOMIC DEVELOPMENT</b>  |                             |                             |                             |
| <u>Reallocation</u> - MAC funding and 15 FTE from DED to the Office of the Lieutenant Governor | <u>(\$9,155,349)</u>        | <u>(\$9,155,349)</u>        | <u>(\$9,155,349)</u>        |
| <b>ESTIMATED NET EFFECT ON ECONOMIC DEVELOPMENT</b>  | <b><u>(\$9,155,349)</u></b> | <b><u>(\$9,155,349)</u></b> | <b><u>(\$9,155,349)</u></b> |
| <b>OFFICE OF THE LIEUTENANT GOVERNOR</b>   |                             |                             |                             |
| <u>Reallocation</u> - MAC funding and 15 FTE into the Office of the Lieutenant Governor        | <u>\$9,155,349</u>          | <u>\$9,155,349</u>          | <u>\$9,155,349</u>          |
| <b>ESTIMATED NET EFFECT ON THE OFFICE OF THE Lieutenant GOVERNOR</b>                           | <b><u>\$9,155,349</u></b>   | <b><u>\$9,155,349</u></b>   | <b><u>\$9,155,349</u></b>   |
| <br>   |                             |                             |                             |
| <u>FISCAL IMPACT - Local Government</u>  | FY 2020<br>(10 Mo.)         | FY 2021                     | FY 2022                     |
|  | <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 act transfers the Missouri State Council on the Arts from the Department of Economic Development to the Office of the Lieutenant Governor.

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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 Economic Development

**Not Responding**

Office of the Lieutenant Governor



Kyle Rieman  
Director  
February 8, 2019

Ross Strobe  
Assistant Director  
February 8, 2019