

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **SB 452** SLS 10RS 502

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> May 13, 2010	5:44 AM	<b>Author:</b> CHEEK
<b>Dept./Agy.:</b> State Police		<b>Analyst:</b> Evelyn McWilliams
<b>Subject:</b> Background Checks		

COMMERCIAL REGULATIONS OR DECREASE SD RV See Note Page 1 of 1  
Permits authorized agencies to perform criminal background checks of job applicants on behalf of employers. (8/15/10)

Provides that an authorized agency on behalf of the employer be able to obtain conviction records of applicants for employment directly from the State Police Bureau of Criminal Identification and Information. Defines authorized agency as a private entity hired by the employer and authorized by the Office of State Police to conduct criminal history checks.

<b>EXPENDITURES</b>	<b>2010-11</b>	<b>2011-12</b>	<b>2012-13</b>	<b>2013-14</b>	<b>2014-15</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	DECREASE	DECREASE	DECREASE	DECREASE	DECREASE	
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

  

<b>REVENUES</b>	<b>2010-11</b>	<b>2011-12</b>	<b>2012-13</b>	<b>2013-14</b>	<b>2014-15</b>	<b>5 -YEAR TOTAL</b>
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Ded./Other	DECREASE	DECREASE	DECREASE	DECREASE	DECREASE	
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

Implementation of the proposed legislation will result in a decrease in expenditures in the Office of State Police. State Police has historically conducted approximately 3,000 criminal background checks against the state database per year for employers, at a cost of \$26 per background check. Although the Legislative Fiscal Office cannot anticipate how many of these background checks will be performed by private entities, if all background checks were no longer performed by State Police, the proposed legislation would decrease funding for the Criminal Records Section in the Office of State Police \$78,000 (3,000 x \$26 = \$78,000). If most employers elect to utilize a private entity to perform background checks and the resultant \$78,000 reduction in revenues occurs, the funding and T.O. for 2 entry level criminal records analysts positions will be eliminated from the agency's expenditures.

**REVENUE EXPLANATION**

Implementation of the proposed legislation is anticipated to result in a reduction in collections for the Criminal Identification Fund in the Office of State Police. Although the Legislative Fiscal Office cannot anticipate how many of these background checks will be performed by private entities, if all 3,000 background checks performed yearly by state police for employers requesting a criminal history check against the state database on prospective employees were no longer performed by state police a reduction of \$78,000 in revenue would result. State Police charges employers \$26 per background check to perform a criminal history check against the state database. (3,000 x \$26 = \$78,000).

Senate

Dual Referral Rules

House

- 13.5.1 >= \$100,000 Annual Fiscal Cost
- 13.5.2 >= \$500,000 Annual Tax or Fee Change

- 6.8(F) >= \$100,000 Annual SGF Cost
- 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease

**Robert E. Hosse**  
**LFO Staff Director**