

FISCAL NOTE

Bill #: HB0514

Title: Telephone solicitation do not call register

Primary

Sponsor: Larry Jent

Status: As Introduced

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
Expenditures:		
General Fund	\$75,240	\$71,740
Revenue:		
General Fund	\$70,000	\$70,000
Net Impact on General Fund Balance:	(\$5,240)	(\$1,740)

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached		X	Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

Department of Commerce

1. HB 514 mandates that the Department of Commerce is to create and maintain a list of Montana residents who have elected not to receive telephone solicitations. It is estimated that 15,000 residents will register for the list in the first year of operation.

2. The proposed legislation mandates that the Department of Commerce maintain a toll free telephone number to allow residents to register for the list. It is estimated the cost of maintaining this number will be approximately \$2,200 annually.
3. Approximately 500 complaints will be received annually from consumers, which will result in investigation of the tele-marketers, informal settlements, and litigation.
4. Approximately 70 telephone solicitors will pay fees of \$1,000 per year to access the do-not-call register. A \$5.00 renewal fee from consumers is provided following a two-year enrollment period. This fee, therefore, would not have a fiscal impact this biennium.
5. Implementation of HB 514 would require 2.00 FTE as follows: 1.00 FTE grade 12 compliance specialist, 0.50 FTE grade 10 compliance technician, and 0.50 FTE grade 17 attorney specialist. Estimated total personnel services costs are \$59,240 each year. Three new office/computer packages are estimated at \$3,500 in FY 2002 only and operating coats are estimated to be \$12,500 each year. Revenues are projected to cover the program estimated expenditures in future years.

FISCAL IMPACT:

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
FTE	2.00	2.00
<u>Expenditures:</u>		
Personal Services	59,240	59,240
Operating Expenses	<u>16,000</u>	<u>12,500</u>
TOTAL	\$75,240	\$71,740
<u>Funding:</u>		
General Fund (01)	\$75,240	\$71,740
<u>Revenues:</u>		
General Fund (01)	\$70,000	\$70,000
<u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>		
General Fund (01)	(\$5,240)	(\$1,740)