

**SUPPLEMENTAL NEW DECISION ITEM**

Department Office of the State Treasurer  
 Division Duplicate & Outlawed Checks  
 DI Name Duplicate/Outlawed Checks                      DI# 2272002

House Bill Section    27310C

Original FY 2022 House Bill Section, if applicable    12.190

**1. AMOUNT OF REQUEST**

	FY 2022 Supplemental Budget Request			
	GR	Federal	Other	Total
PS	0	0	0	0
EE	0	0	0	0
PSD	2,000,000	0	0	2,000,000
TRF	0	0	0	0
<b>Total</b>	<b>2,000,000</b>	<b>0</b>	<b>0</b>	<b>2,000,000</b>
FTE	0.00	0.00	0.00	0.00
POSITIONS	0	0	0	0
NUMBER OF MONTHS POSITIONS ARE NEEDED:	_____			
<b>Est. Fringe</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

	FY 2022 Supplemental Governor's Recommendation			
	GR	Federal	Other	Total
PS	0	0	0	0
EE	0	0	0	0
PSD	0	0	0	0
TRF	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
FTE	0.00	0.00	0.00	0.00
POSITIONS	0	0	0	0
NUMBER OF MONTHS POSITIONS ARE NEEDED:	_____			
<b>Est. Fringe</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

*Note: Fringes budgeted in House Bill 5 except for certain fringes budgeted directly to MoDOT, Highway Patrol, and Conservation.*

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Other Funds:  
Non-Counts:

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**2. WHY IS THIS SUPPLEMENTAL FUNDING NEEDED? INCLUDE THE FEDERAL OR STATE STATUTORY OR CONSTITUTIONAL AUTHORIZATION FOR THIS PROGRAM.**

Pursuant to Section 30.200, RSMo "Any person who fails to present his check or draft for payment within twelve months from the date of issuance may receive a duplicate check or draft if he files a statement with the state treasurer of the reason for the nonpayment and obtains an appropriation made for that purpose as provided by law. A duplicate check or draft may be issued against a general appropriation for that purpose within five years immediately following the date of issuance of the original check or draft."

In the last eight years, the dollar amount of outlawed state checks has increased by over 323%. The STO proactively contacts payees to replace checks and that volume is growing, driven by the growth in outlawed checks. This increase will allow the State Treasurer's Office to process the increased volume. Since this appropriation replaces checks the state has already issued, there is no additional cost to the state.

Given the extreme increase in outlawed check volume, including a \$8.7m increase over the last fiscal year, a supplemental appropriation is required. Without this addition, the Treasurer's Office will likely run out of authority in this area during the fiscal year – which would prevent the replacement of state issued checks.

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**3. DESCRIBE THE DETAILED ASSUMPTIONS USED TO DERIVE THE SPECIFIC REQUESTED AMOUNT. (How did you determine that the requested number of FTE were appropriate? From what source or standard did you derive the requested levels of funding? Were alternatives such as outsourcing or automation considered? If based on new legislation, does request tie to TAFP fiscal note? If not, explain why.**

Appropriation activity depends on the total amount of state outlawed checks. This total increased from \$4,367,088 to \$18,506,629 over the last eight fiscal years, and from \$9,802,895 to \$18,506,629 over the last fiscal year.

**4. BREAK DOWN THE REQUEST BY BUDGET OBJECT CLASS, JOB CLASS, AND FUND SOURCE.**

Budget Object Class/Job Class	Dept Req GR DOLLARS	Dept Req GR FTE	Dept Req FED DOLLARS	Dept Req FED FTE	Dept Req OTHER DOLLARS	Dept Req OTHER FTE	Dept Req TOTAL DOLLARS	Dept Req TOTAL FTE
							0	0.0
							0	0.0
<b>Total PS</b>	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>0.0</u>	<b>0</b>	<b>0.0</b>
							0	
							0	
							0	
<b>Total EE</b>	<u>0</u>		<u>0</u>		<u>0</u>		<b>0</b>	
Program Distributions	2,000,000						2,000,000	
<b>Total PSD</b>	<u>2,000,000</u>		<u>0</u>		<u>0</u>		<b>2,000,000</b>	
Transfers							0	
<b>Total TRF</b>	<u>0</u>		<u>0</u>		<u>0</u>		<b>0</b>	
<b>Grand Total</b>	<u><b>2,000,000</b></u>	<u><b>0.0</b></u>	<u><b>0</b></u>	<u><b>0.0</b></u>	<u><b>0</b></u>	<u><b>0.0</b></u>	<b>2,000,000</b>	<b>0.0</b>