

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3959-01
Bill No.: HB 1611
Subject: Fire Protection Districts: Annexations, Property Tax
Type: Original
Date: March 15, 2006

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
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 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Local Government	Unknown	Unknown	Unknown

FISCAL ANALYSIS

ASSUMPTION

Officials of the **City of Springfield** issued statements concerning the pros and cons of this legislation. **Oversight** assumes any future annexations under this proposal by the City of Springfield, the city would realize savings from not having to provide fire services to the annexed area. **Oversight** will show an unknown savings to the City of Springfield.

Officials of the **Logan-Rogersville Fire Protection District** assume this proposal would allow them to retain their tax base and service area when land has been annexed by the City of Springfield. Currently when an area is annexed and the area annexed is within a fire protection district, the city provides fire protection services, and the fire protection district loses its tax base, however, it discontinues providing fire services to the area. Officials assume this proposal would stop the piecemeal reduction of their district area and the tax revenues loss from these annexations.

Oversight assumes this proposal would allow fire protection districts located in Greene County to continue to collect their tax and they would continue to provide services to the annexed areas. Oversight assumes no fiscal impact to fire protection districts in Greene County.

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
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CITY OF SPRINGFIELD

<u>Savings</u> to City of Springfield From not providing fire services to annexed areas.	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
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ESTIMATED NET EFFECT TO LOCAL GOVERNMENT	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
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FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

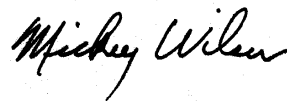
This bill requires that when any city in Greene County annexes property within a fire protection district, the property must remain part of the fire protection district for taxation purposes and cannot be serviced by the city's fire department.

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

City of Springfield
Logan-Rogersville Fire Protection District

Oversight sent response request to the Battlefield , Ebenezer, and Pleasant View Fire Protection Districts, and to many others to numerous to list.

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
March 15, 2006