

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3888-01
Bill No.: HB 1729
Subject: Bonds - General Obligation and Revenue; Environmental Protection
Type: Original
Date: March 3, 2008

Bill Summary: Authorizes the Board of Fund Commissions, in addition to amounts authorized prior to August 28, 2009, to issue \$20 million in bonds for grants and loans for storm water control in certain areas.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Board of Fund Commissioners - Storm Water Control	\$0	\$0	\$0
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0

***Net Revenues and Expenditures of Bond issuance of \$0 to \$20,000,000.**

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Administration - Division of Accounting** assume, although there would be no fiscal impact relating to this authorization increase, there would be a fiscal impact if any of the currently outstanding authorization is actually issued. There would need to be approximately \$700,000 for principal and interest for every \$10 million dollars issued and one time costs of approximately \$193,471 for each issuance.

Officials from the **Department of Natural Resources** assume the proposal would authorize the sale of \$20 million in bonds for storm water control plans, studies and projects under Article III, Section 37(h) of the Missouri Constitution.

37(h) money is approved for \$20 Million to be spent as follows:

\$10 Million for stormwater grants

\$10 Million for stormwater loans

Oversight is unable to determine when bonds would be sold and has ranged the sale from \$0 to \$20 million. Oversight has ranged the annual income and annual repayment of bonds sold from \$0 to \$1,593,471.

<u>FISCAL IMPACT - State Government</u>	FY 2009 (10 Mo.)	FY 2010	FY 2011
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BOARD OF FUND COMMISSIONERS

Income - Board of Fund Commissioners

	\$0 to	\$0 to	\$0 to
Sale of Bonds	\$20,000,000	\$20,000,000	\$20,000,000

<u>Income</u> - Fees for Storm Water Control	\$0 to	\$0 to	\$0 to
	\$1,593,471	\$1,593,471	\$1,593,471

<u>Cost</u> - Local Revenue Backed by Storm Water Control Fees	\$0 to	\$0 to	\$0 to
	(\$20,000,000)	(\$20,000,000)	(\$20,000,000)

<u>Cost</u> - Payment of Bonds	\$0 to	\$0 to	\$0 to
	<u>(\$1,593,471)</u>	<u>(\$1,593,471)</u>	<u>(\$1,593,471)</u>

**ESTIMATED NET EFFECT ON
BOARD OF FUND COMMISSIONERS**

<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2009 (10 Mo.)	FY 2010	FY 2011
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<u>\$0</u>	<u>\$0</u>	<u>\$0</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.

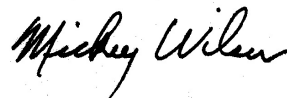
FISCAL DESCRIPTION

The proposed legislation authorizes the issuance of an additional \$40 million in bonds for grants and loans for storm water control in certain areas.

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

Office of Administration
Department of Natural Resources

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

Mickey Wilson, CPA
Director
March 3, 2008