

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4973-01
Bill No.: HB 2120
Subject: Fees; Sewers and Sewer Districts; Utilities; Water Resources and Water Districts
Type: Original
Date: March 5, 2010

Bill Summary: This proposal modifies the prohibition on certain stormwater fees charged by the Metropolitan St. Louis Sewer District.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
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 2011	FY 2012	FY 2013
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
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 2011	FY 2012	FY 2013
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Economic Development** and **St. Louis County** assume there will be no impact to their respective agencies.

Officials from the **Metropolitan St. Louis Sewer District (MSD)** assume this proposal will prohibit MSD from assessing a fee, charge, or tax for storm water management services unless a person's property line is within fifty feet of a pipe, improved waterway, or an improved surface that conveys stormwater to a sewer maintained by MSD. This change to MSD's stormwater rate structure will necessitate immediate programming costs, bill processing costs and manual property review totaling \$122,068 in FY 2010 and an on-going cost of \$483,308 for FY 2011 through FY 2014, resulting in \$605,377 in total additional costs.

The estimated revenue losses to MSD for the fiscal years 2011-2014 equals \$1,441,700. The recovery of this revenue will be shifted to ratepayers unaffected by this proposed legislation. The estimated total financial impact to MDS is \$2,047,076.

Oversight assumes this proposal as written is providing clarifying language of properties that would be affected. Oversight assumes no state or local fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

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 appears to have no fiscal impact.

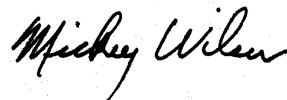
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Economic Development
St. Louis County
Metropolitan St. Louis Sewer District

NOT RESPONDING

**Department of Natural Resources
City of St. Louis**

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

Mickey Wilson, CPA
Director
March 5, 2010