

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4867-01
Bill No.: HB 1251
Subject: Contracts and Contractors; County Government
Type: Original
Date: March 24, 2014

Bill Summary: This proposal allows any county of the first classification to waive competitive bid requirements on purchases less than \$6,000.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
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 2015	FY 2016	FY 2017
Local Government	Unknown	Unknown	Unknown

FISCAL ANALYSIS

ASSUMPTION

Officials at **Cole County** assume a positive fiscal impact from this proposal. This proposal would have a very small savings of around \$100 per year in publication costs. Less time would also be spent on fewer informal bid solicitations by the county purchasing agent to handle.

Officials at **St. Louis County** assume no fiscal impact from this proposal.

Oversight assumes there could be a potential savings from this proposal. Therefore, Oversight will show the fiscal impact to the 1st class counties as a positive unknown.

Officials at the following counties: Boone, Buchanan, Callaway, Camden, Cape Girardeau, Cass, Clay, Franklin, Greene, Jackson, Jefferson, Platte, St. Charles, St. Francois and Taney did not respond to **Oversight's** request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
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LOCAL POLITICAL SUBDIVISIONS

Savings - Local Political Subdivisions -
advertising costs on competitive bid
requirements.

<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
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ESTIMATED NET EFFECT ON LOCAL POLITICAL SUBDIVISIONS

<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
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FISCAL IMPACT - Small Business

Less restrictions on small business to deliver a product to the vendor could have a positive fiscal impact as a result of this proposal.

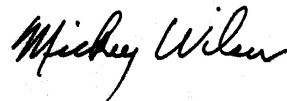
FISCAL DESCRIPTION

This bill specifies that counties of the first classification are not required to obtain bids on any purchase of \$6,000 or less from any one person, firm, or corporation during any 90-day period. Currently, this exemption only applies to Boone and Greene counties. The bill specifies that counties of the first classification are required to advertise and post notice only on a proposed single feasible source purchase of \$6,000 or more. Currently, this requirement only applies to Boone and Greene counties.

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

St. Louis County
Cole County



Mickey Wilson, CPA
Director
March 24, 2014

Ross Strobe
Assistant Director
March 24, 2014

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