

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2478-01
Bill No.: HB 1237
Subject: Property, Real and Personal; General Assembly
Type: Original
Date: March 25, 2019

Bill Summary: This proposal authorizes the conveyance of certain state property.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
General Revenue Fund	(Unknown) to Unknown	(Unknown) to Unknown	(Unknown) to Unknown
Total Estimated Net Effect on General Revenue	(Unknown) to Unknown	(Unknown) to Unknown	(Unknown) to Unknown

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
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 2020	FY 2021	FY 2022
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
Total Estimated Net Effect on FTE	0	0	0

☒ Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Administration (OA)** state that since it is not yet determined what terms the conveyance would be under or whether it will be conveyed we cannot assume what the impact would be. The fiscal impact as a result of this proposal is \$0 to either positive unknown or negative unknown, depending on the terms of the conveyance.

Oversight notes that according to OA, the property mentioned in the proposal is a pumping station located in Kansas. The State of Missouri does not technically have a deed to the property, but has “interest” in the pumping station that may transfer to an individual owner.

Oversight also notes that the size, value, uses and estimated cost to maintain the property is unknown. The OA has stated the proposal could have a negative unknown impact or positive unknown impact, depending on the terms of the conveyance in this proposal. Oversight does not have any information to the contrary. Therefore, Oversight will reflect an Unknown to (Unknown) fiscal impact to the General Revenue Fund.

Officials from the **Office of the Governor** assume this section authorizes and empowers the Governor to sell, transfer, grant, convey, remise, release, and forever quitclaim all interest of the state of Missouri in certain property located in the City of Rolla, Phelps County, Missouri, to Edgewood Investments; certain property located in the City of Kirksville, Adair County, Missouri; certain property located in Macon County, Missouri; certain property located in the City of Fulton, Callaway County, Missouri; certain property located in the City of St. Louis, Missouri; and certain property located in the City of Kansas City.

There should be no added cost to the Governor's Office as a result of this measure.

Oversight notes that the above mentioned agency has stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note for the Office of the Governor.

Officials from the **Department of Natural Resources**, the **Department of Transportation** and the **Attorney General's Office** each assume the proposal will have no fiscal impact on their respective organizations.

Oversight notes that the above mentioned agencies have stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note for these agencies.

ASSUMPTION (continued)

Officials from the **City of Rolla** and **Phelps County** did not respond to our request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2020 (10 Mo.)	FY 2021	FY 2022
GENERAL REVENUE FUND			
<u>Revenue</u> - Conveyance of property - potential proceeds	\$0 to Unknown	\$0 to Unknown	\$0 to Unknown
<u>Cost</u> - Conveyance of property - value of property & cost of transaction	\$0 to <u>(Unknown)</u>	\$0 to <u>(Unknown)</u>	\$0 to <u>(Unknown)</u>
ESTIMATED NET EFFECT TO THE GENERAL REVENUE FUND	(Unknown) to <u>Unknown</u>	(Unknown) to <u>Unknown</u>	(Unknown) to <u>Unknown</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2020 (10 Mo.)	FY 2021	FY 2022
	<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

This bill specifies that the Governor is authorized to sell, transfer, grant, convey, remise, release, and forever quitclaim all of Missouri's interest in real property, described in the bill, located in the City of Rolla, in Phelps County, to Edgewood Investments. The Governor is also authorized to sell, transfer, grant, convey, remise, release, and forever quitclaim all of Missouri's interest in real property, described in the bill, located in the City of Kirksville, in Adair County, as well as property located in Macon County, property located in the City of Fulton, in Callaway County, and property located in the City of St. Louis.

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
Department of Transportation
Attorney General's Office
Office of the Governor



Kyle Rieman
Director
March 25, 2019

Ross Strobe
Assistant Director
March 25, 2019