

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1951H.03C
Bill No.: HCS for HB Nos. 802, 807 & 886
Subject: Department of Natural Resources; Roads and Highways; Department of
Transportation; Property, Real and Personal; Easements and Conveyances
Type: Original
Date: February 24, 2023

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

FISCAL SUMMARY

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND | | | |
|--|---------------------------------|-----------------------|-----------------------|
| FUND AFFECTED | FY 2024 | FY 2025 | FY 2026 |
| General Revenue* | Unknown or (Unknown) | \$0 or Unknown | \$0 or Unknown |
| Total Estimated Net Effect on General Revenue | Unknown or (Unknown) | \$0 or Unknown | \$0 or Unknown |

*Oversight will assume a net fiscal impact of less than \$250,000.

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS | | | |
|---|----------------|----------------|----------------|
| FUND AFFECTED | FY 2024 | FY 2025 | FY 2026 |
| | | | |
| | | | |
| Total Estimated Net Effect on <u>Other</u> State Funds | \$0 | \$0 | \$0 |

Numbers within parentheses: () indicate costs or losses.

| ESTIMATED NET EFFECT ON FEDERAL FUNDS | | | |
|---|----------------|----------------|----------------|
| FUND AFFECTED | FY 2024 | FY 2025 | FY 2026 |
| | | | |
| | | | |
| Total Estimated Net Effect on <u>All</u> Federal Funds | \$0 | \$0 | \$0 |

| ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE) | | | |
|---|----------------|----------------|----------------|
| FUND AFFECTED | FY 2024 | FY 2025 | FY 2026 |
| | | | |
| | | | |
| Total Estimated Net Effect on FTE | 0 | 0 | 0 |

- Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.
- Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

| ESTIMATED NET EFFECT ON LOCAL FUNDS | | | |
|--|----------------|----------------|----------------|
| FUND AFFECTED | FY 2024 | FY 2025 | FY 2026 |
| | | | |
| Local Government | \$0 | \$0 | \$0 |

FISCAL ANALYSIS

ASSUMPTION

Section 1 – Iron County

Officials from the **Office of Administration**, the **Attorney General’s Office**, the **Department of Natural Resources**, the **Office of the Governor** and the **Missouri Department of Transportation** each assume the proposal would not fiscally impact their respective agencies.

Oversight notes this proposal conveys small parcels of land from the Department of Natural Resources (DNR) to the Missouri Department of Transportation (MoDOT) for \$1 or less. Oversight assumes the fiscal impact of these transactions between DNR and MoDOT are not material and, therefore, will not reflect a fiscal impact from these conveyances.

Section 2 – Christian County

Officials from the **Office of Administration (OA)** assumes the following regarding this proposal:

The Office of Administration, Division of Facilities Management, Design and Construction does not make public appraisal values for property that may be sold or conveyed because public knowledge of such information may hinder the State’s ability to gain the best value for the property. Additionally, since the terms of conveyances are yet to be determined, the fiscal impact, if any, cannot be calculated. Therefore, the fiscal impact is \$0 to unknown.

In response to a similar proposal from 2023 (HB 807), officials from the **Department of Social Services (DSS)** deferred to the Office of Administration for the potential fiscal impact of this proposal.

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

Oversight notes that the above mentioned agencies have stated this section of the proposal would not have a direct fiscal impact on their respective organizations. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note for these agencies for section 2.

Oversight notes this property may be associated with the Delmina Woods Youth Facility (DSS) which closed in May of 2019 and is approximately 88 acres according to a report from the Office of Administration. Oversight cannot tell the size of the parcel from the description in the proposal. However, as this parcel could be material in size, **Oversight** will reflect the transaction of the conveyance of state property in Christian County as 1) a loss of the value of the state property, 2) the proceeds (if any) of the sale/conveyance, and 3) the annual savings (if any) to the state no longer maintaining the property. Oversight will assume a net fiscal impact of less than \$250,000.

Section 3 – Pike County

Officials from the **Attorney General’s Office**, the **Department of Natural Resources**, the **Office of the Governor** and the **Missouri Department of Transportation** each assume this section of the proposal would not fiscally impact their respective agencies.

Oversight notes this proposal conveys a parcel of property of land from the state to the Missouri Department of Transportation (MoDOT) for \$1 or less (for land containing 1 8/10 acres more or less). Oversight assumes the fiscal impacts of this transaction to OA and MoDOT are not material and therefore we will not reflect a fiscal impact from this conveyance.

Section 4 – City of Rolla, Phelps County

Officials from the **Office of Administration (OA)** assumes the following regarding this section of the proposal:

The Office of Administration, Division of Facilities Management, Design and Construction does not make public appraisal values for property that may be sold or conveyed because public knowledge of such information may hinder the State’s ability to gain the best value for the property. Additionally, since the terms of conveyances are yet to be determined, the fiscal impact, if any, cannot be calculated. Therefore, the fiscal impact is \$0 to unknown.

Officials from the **Office of Administration**, the **Attorney General’s Office**, the **Department of Natural Resources**, the **Office of the Governor** and the **Missouri Department of Transportation** each assume this section of the proposal would not fiscally impact their respective agencies.

Oversight notes this property is a fractional part of Lot 119 of the Railroad Addition in Rolla, Missouri. Oversight is unable to determine the value of the property; therefore, Oversight will reflect the transaction of the conveyance of state property in Rolla as 1) a loss of the value of the state property, 2) the proceeds (if any) of the sale/conveyance, and 3) the annual savings (if any) to the state no longer maintaining the property. Oversight will assume a net fiscal impact of less than \$250,000.

| <u>FISCAL IMPACT – State Government</u> | FY 2024 (10 Mo.) | FY 2025 | FY 2026 |
|--|-----------------------------|-----------------------|-----------------------|
| GENERAL REVENUE FUND | | | |
| <u>Sale Proceeds</u> – conveyance proceeds of the property (if any) (Sections 2 & 4) | \$0 or Unknown | \$0 | \$0 |
| <u>Property value</u> – loss of FMV of the property (Sections 2 & 4) | (Unknown) | \$0 | \$0 |
| <u>Savings</u> – for annual maintenance/upkeep of property (Sections 2 & 4) | \$0 or Unknown | \$0 or Unknown | \$0 or Unknown |
| ESTIMATED NET EFFECT TO THE GENERAL REVENUE FUND | Unknown or (Unknown) | \$0 or Unknown | \$0 or Unknown |

| <u>FISCAL IMPACT – Local Government</u> | FY 2024 (10 Mo.) | FY 2025 | FY 2026 |
|---|---------------------|-------------------|-------------------|
| | <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.

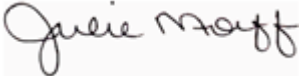
FISCAL DESCRIPTION

This proposal authorizes the conveyance of certain state property.

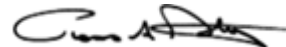
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Attorney General's Office
Department of Natural Resources
Missouri Department of Transportation
Office of Administration
Office of the Governor
Department of Social Services



Julie Morff
Director
February 24, 2023



Ross Strope
Assistant Director
February 24, 2023