

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3111H.02C
 Bill No.: HCS for HB 1986
 Subject: Transportation; Boards, Commissions, Committees, and Councils
 Type: Original
 Date: April 16, 2024

Bill Summary: This proposal modifies provisions relating to state funds for Regional Planning Commissions.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
General Revenue*	\$0 or Up to (\$555,000)	\$0 or Up to (\$577,200)	\$0 or Up to (\$599,844)
Total Estimated Net Effect on General Revenue	\$0 or Up to (\$555,000)	\$0 or Up to (\$577,200)	\$0 or Up to (\$599,844)

*Amounts reflect potential increased appropriations to Regional Planning Commissions (\$251.034)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
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 2025	FY 2026	FY 2027
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
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 2025	FY 2026	FY 2027
Local Government*	\$0 or Up to \$555,000	\$0 or Up to \$577,200	\$0 or Up to \$599,844

*Amounts reflect potential increased appropriations to Regional Planning Commissions (§251.034)

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Economic Development** and **Missouri Department of Transportation** each assume the proposal will have no fiscal impact on their respective organizations. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these agencies.

Oversight notes the Regional Planning Commissions receive funds from the Office of Administration and are required to be matched with local funds. This proposal doubles those limits and also provides for adjustments with the consumer price index beginning January 1, 2025. Oversight will reflect amounts “Up to” the proposed new amounts as these are caps, not actual appropriations. Oversight will use an inflation rate of 2% to calculate the amounts for FY 2026 and beyond. Oversight notes the appropriation in the current budget cycle (Perfected HB 5 – Section 5.305) is \$560,000, so there may be not additional fiscal impact in FY 2025.

Regional Planning Commission	Current Cap on Funding	Proposed Cap on Funding
East-West	\$65,000	\$130,000
Mid-American Regional Council	\$65,000	\$130,000
South Central Ozark	\$25,000	\$50,000
Ozark Foothills	\$25,000	\$50,000
Green Hills	\$25,000	\$50,000
Bootheel	\$25,000	\$50,000
Mark Twain	\$25,000	\$50,000
Southeast Missouri	\$25,000	\$50,000
Boonslick	\$25,000	\$50,000
Northwest Missouri	\$25,000	\$50,000
Mid-Missouri	\$25,000	\$50,000
Kaysinger Basin	\$25,000	\$50,000
Lake of the Ozark	\$25,000	\$50,000
Meramec	\$25,000	\$50,000
Northeast Missouri	\$25,000	\$50,000
Harry S. Truman	\$25,000	\$50,000
MO-Kan	\$25,000	\$50,000
Pioneer Trails	\$25,000	\$50,000
Southwest Missouri	\$25,000	\$50,000
Total	\$555,000	\$1,110,000

Oversight notes the actual state expenditures for the Regional Planning Commissions have been:

FY 2021 \$291,000
 FY 2022 \$388,000
 FY 2023 \$543,200

<u>FISCAL IMPACT – State Government</u>	FY 2025 (10 Mo.)	FY 2026	FY 2027
GENERAL REVENUE FUND			
<u>Transfer Out – to Regional Planning Commissions (\$251.034)</u>	<u>\$0 or Up to (\$555,000)</u>	<u>\$0 or Up to (\$577,200)</u>	<u>\$0 or Up to (\$599,844)</u>
ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND	<u>\$0 or Up to (\$555,000)</u>	<u>\$0 or Up to (\$577,200)</u>	<u>\$0 or Up to (\$599,844)</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2025 (10 Mo.)	FY 2026	FY 2027
REGIONAL PLANNING COMMISSIONS			
<u>Transfer In – Regional Planning Commissions - from General Revenue (\$251.034)</u>	<u>\$0 or Up to \$555,000</u>	<u>\$0 or Up to \$577,200</u>	<u>\$0 or Up to \$599,844</u>
ESTIMATED NET EFFECT ON REGIONAL PLANNING COMMISSIONS	<u>\$0 or Up to \$555,000</u>	<u>\$0 or Up to \$577,200</u>	<u>\$0 or Up to \$599,844</u>

FISCAL IMPACT – Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

Currently, state funds allocated for the East-West Gateway Coordinating Council and the Mid-America Regional Council are limited to \$65,000; this bill increases the amount to \$130,000.

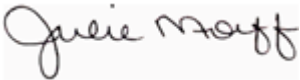
Similarly, the maximum amount of state funds than can be allocated for the following regional planning commissions is increased from \$25,000 to \$50,000 each: South Central Ozark, Ozark Foothills , Green Hills , Bootheel ,Mark Twain ,Southeast Missouri, Boonslick, Northwest Missouri, Mid-Missouri, Kaysinger Basin, Lake of the Ozarks, Meramec, Northeast Missouri, Harry S. Truman, MO-Kan, Pioneer Trails, and Southwest Missouri. This bill removes the regional planning commissions currently known as "Show-Me", "Missouri Valley, Ozark Gateway", "ABCD" and "Lakes County".

Beginning July 1, 2026, and annually thereafter, the maximum grant amount for each regional planning commission will be adjusted based on the consumer price index.

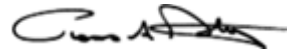
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Missouri Department of Transportation
Department of Economic Development



Julie Morff
Director
April 16, 2024



Ross Strobe
Assistant Director
April 16, 2024