

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5978S.06A
Bill No.: SS for SCS for HB 2818 with SA 1, SA 2 and SA 3
Subject: Aircraft and Airports; Annexation; Cities, Towns, and Villages
Type: Original
Date: April 28, 2026

Bill Summary: This proposal modifies provisions relating to annexation procedures for cities, towns, and villages.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND

FUND AFFECTED	FY 2027	FY 2028	FY 2029
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS

FUND AFFECTED	FY 2027	FY 2028	FY 2029
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 2027	FY 2028	FY 2029
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)

FUND AFFECTED	FY 2027	FY 2028	FY 2029
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 2027	FY 2028	FY 2029
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

§§71.012 & 71.015 – Annexation Procedures for Cities

In response to a previous version, officials from the **Missouri Department of Transportation, Office of the State Courts Administrator, Office of the Secretary of State, Platte County Board of Elections, St. Louis County Board of Elections, City of Kansas City, St. Louis City Assessor’s Office, Kansas City Police Department, St. Louis County Police Department, Howard County C-PWSD #1, and the Wayne County PWSD #2** each assumed 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.

In response to similar legislation, HCS for HB 2330 (2026), officials from the **City of Osceola, Jackson County Election Board, Kansas City Election Board** and the **Osceola Water/Wastewater District** each assumed 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.

Officials from the **City of St. Joseph** did not respond to **Oversight’s** request for fiscal impact for this proposal.

Oversight assumes this proposal allows the City of St. Joseph to annex an airport that is outside the boundaries of the City and is owned and operated by the City regardless of whether the boundaries of the airport are contiguous and compact to the existing corporate limits of the City. Oversight assumes no fiscal impact from this proposal.

Oversight states §71.014 in current law provides an additional annexation procedure for cities in certain counties using a petition process rather than a vote of the residents of the annexed area. This proposal would repeal this section and is not anticipated to have a fiscal impact.

§71.012.1(5) – Annexation Procedures for Cities (Senate Amendment 1)

Oversight assumes this amendment adds the governing body of St. Charles County who may decide to annex unincorporated areas that are contiguous and compact to existing corporate limits of the city, town or village. Oversight assumes no fiscal impact for this amendment.

§71.015.1(4)(a) – Annexation Procedures for Cities (Senate Amendment 2)

Oversight assumes this allows the city, town or village to present the plan of intent for water and sewer systems to be heard at a hearing. Oversight assumes no fiscal impact from this amendment.

§71.012.1(6) – Annexation Procedures for Cities (Senate Amendment 3)

Oversight assumes this amendment pertains only to the cities, towns or villages within the counties of St. Charles and Jefferson to annex an unincorporated area contiguous to any unincorporated area shall not have taken place within the last 24 months. Oversight assumes no fiscal impact from this amendment.

Responses regarding the proposed legislation as a whole, as amended

Officials from the **Department of Natural Resources, St. Louis City Board of Elections, Branson Police Department, Metropolitan St. Louis Sewer District, and South River Drainage District** 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 only reflects the responses that we have received from state agencies and political subdivisions; however, other cities, local election authorities, counties, county assessors, county circuit clerks, police departments, fire protection districts and utility districts were requested to respond to this proposed legislation but did not. Upon the receipt of additional responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval to publish a new fiscal note. A general listing of political subdivisions included in our database is available upon request.

<u>FISCAL IMPACT – State Government</u>	FY 2027 (10 Mo.)	FY 2028	FY 2029
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2027 (10 Mo.)	FY 2028	FY 2029
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT – Small Business

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

FISCAL DESCRIPTION

The proposed legislation appears to have no direct 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 Natural Resources
Missouri Department of Transportation
Office of the Secretary of State
City of Kansas City
City of Osceola
Jackson County Election Board
Kansas City Election Board
Platte County Board of Elections
St. Louis City Board of Elections
St. Louis County Board of Elections
St. Louis City Assessor's Office
Branson Police Department
Kansas City Police Department
St. Louis County Police Department
Howard County C-PWSD #1
Metropolitan St. Louis Sewer District
Osceola Water/Wastewater District
South River Drainage District
Wayne County PWSD #2
Office of the State Courts Administrator



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