

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1190-08  
Bill No.: HCS for SCS for SB 252  
Subject: Boards, Commissions, Committees, Councils; Economic Development  
 Department.  
Type: Original  
Date: April 15, 2005

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
General Revenue	(\$11,400)	(\$11,742)	(\$12,094)
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>(\$11,400)</b>	<b>(\$11,742)</b>	<b>(\$12,094)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

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

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2006</b>	<b>FY 2007</b>	<b>FY 2008</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2006</b>	<b>FY 2007</b>	<b>FY 2008</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**FISCAL ANALYSIS**

ASSUMPTION

Officials from the **Department of Higher Education, Department of Elementary and Secondary Education, Department of Public Safety – Missouri Veterans Commission** and the **Office of the Adjutant General** each assumed the proposal would not fiscally impact their respective agencies.

In response to a previous version of this proposal, officials from the **Department of Revenue** assumed the proposal would not fiscally impact their agency.

In response to a previous version of this proposal, officials from the **Department of Economic Development (DED)** assumed they would be required to provide administrative support and staff for the 9 member commission as well as set up at least 4 meetings per year. DED is to provide administrative costs and staffing. The costs are projected on the minimum number of meetings and could be higher. Commission staff support to be provided by DED could be a minimum of some additional overtime for DED employees but could require FTE. The cost for the staff support would be dependent on the activity of the committee. The administrative costs other than meetings is unknown and would again be dependent on the desires of the commission. DED projected the need for one person 1/2 time to coordinate the activities of the program and work with commissioners. DED will also incur expenses in setting up and organizing the

meetings and implementing the commission directives. Funding is to be provided though appropriation and expenditure of more than 10% of the funding at one time requires specific procurement. Exact cost of administration and expenses would be unknown until the Commission developed their strategic plan.

DED projected a 1/2 time FTE classified as an Economic Development Incentive Specialist II (at \$39,288 annually). DED would have to provide meeting space for the 9 commission members plus expenses. Four meetings are projected per year. Cost include over night lodging (\$70), mileage (\$.345 x 240 RT = \$82.80), and one days meals (\$45.00 for 3) plus print, meeting room, etc. for each meeting (\$250). The total cost for 9 members is estimated to be \$2,030.20 (9 X (\$70 + \$82.8 + \$45) each plus \$250) each meeting. Advertising and promotion costs are anticipated but unknown. Cost to put on the celebration are also projected as an unknown. Costs for any contract studies, reports, or equipment is unknown. The bill has an emergency clause.

In summary, DED anticipated expenses of roughly \$54,000 to an unknown amount to be spent from the General Revenue Fund as a result of this proposal.

**Oversight** assumes DED will not require the additional 1/2 FTE nor its related expenses to fulfill its duties as specified in the proposal. Oversight assumes DED will request the additional FTE and expenses through future budgetary procedures. Oversight also assumes DED will reimburse the commission members for their actual and necessary expenses, including mileage, lodging, and meals, which Oversight estimates to total roughly \$11,400 per year.

Officials from **Johnson County** did not respond to our request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2006	FY 2007	FY 2008
<b>GENERAL REVENUE</b>			
<u>Costs - DED</u>			
Actual and necessary expenses of the new commission members	<u>(\$11,400)</u>	<u>(\$11,742)</u>	<u>(\$12,094)</u>
<b>ESTIMATED NET EFFECT TO THE GENERAL REVENUE FUND</b>	<b><u>(\$11,400)</u></b>	<b><u>(\$11,742)</u></b>	<b><u>(\$12,094)</u></b>

<u>FISCAL IMPACT - Local Government</u>	FY 2006	FY 2007	FY 2008
	<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.

DESCRIPTION

This proposal creates the "Missouri Military Preparedness and Enhancement Commission". The commission will advise the Governor and the general assembly on military-related issues, as specified within the act, and will provide an annual report. The department of economic development will furnish administrative support for the commission.

Five members of the commission shall be appointed by the governor. Two members of the House, one from each political party, shall be appointed by the speaker. Two members of the Senate, one from each political party, shall be appointed the pro temp. Members shall serve three year terms, and may serve a maximum of six years.

The governing body or the county planning commission of Johnson County shall provide for the planning, zoning, and building within all or any portion of the unincorporated area extending 3,000 feet outward from the boundaries of Whiteman Air Force Base and the area within the perimeter of accident potential zones one and two.

The act asserts that spouses, primary or secondary age children, and children under twenty-four years of age of military members assigned within the state under military orders shall receive in-state tuition at Missouri public higher education institutions.

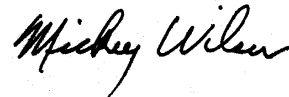
This act contains an emergency clause.

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 Higher Education  
Department of Elementary and Secondary Education  
Department of Public Safety  
    Office of the Adjutant General  
    Veterans Commission  
    Office of the Director  
Department of Economic Development  
Department of Revenue

**NOT RESPONDING: Johnson County**



Mickey Wilson, CPA  
Director  
April 15, 2005