COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>LR No.</u>: 1694-01 <u>Bill No.</u>: SB 400

<u>Subject</u>: Political Subdivisions: Water and Sewer Authority

Type: Original Date: April 7, 2005

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2006	FY 2007	FY 2008	
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0	

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

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

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

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

FISCAL ANALYSIS

ASSUMPTION

Secretary of State - Administrative Rules officials assume no fiscal impact to the division.

Department of Natural Resources officials assume no fiscal impact to the department.

Department of Revenue - Division of Taxation officials assume no fiscal impact to the department.

Office of State Courts Administrator officials assume no fiscal impact to the Courts.

Officials of the Cass County Commission assume no fiscal impact.

City Administrators of the cities of **Springfield** and **Jefferson City** assume no fiscal impact.

Oversight assumes this proposal is enabling legislation and does not mandate the creation of a wholesale water or sewer authority. Oversight assumes this proposal would only have fiscal impact if two or more providers, at their own discretion, would petition the court to create a wholesale water or sewer authority.

WB:LR:OD (12/02)

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FISCAL IMPACT - State Government	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2006 (10 Mo.)	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 act pertains to wholesale water and sewer authorities.

The act allows for wholesale water and sewer authorities to be created; to do so, two or more providers would petition the Circuit Court in which the proposed authority is to be located. The details required in the petition are laid out in the act. Public notice is required once the court has the petition, and the court has, within its discretion, the permission to call a public hearing on the formation of such a district.

The act allows for an authority, once it has been formed, to add to the membership; the requirements for such an addition are also laid out in the act.

Board membership for the authority is detailed in the act as well as the powers they possess. Proceedings for the dissolution of such an authority is provided for in the act, and no authority shall be dissolved until after all of its debts have been paid.

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

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SOURCES OF INFORMATION

Office of Secretary of State - Administrative Rules Division Department of Natural Resources Department of Revenue- Division of Taxation Office of State Courts Administrator City of Springfield Jefferson City Administrator Cass County Commission

NOT RESPONDING

Numerous Cities and Counties on Oversight's Response List. Little Blue Valley Sewer District St. Louis Metropolitan Sewer District

Mickey Wilson, CPA

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Director April 7, 2005