

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3198-01
Bill No.: SB 718
Subject: Boards, Commissions, Committees, Councils; Bonds - General Obligation and Revenue; General Assembly; Securities.
Type: Original
Date: January 13, 2006

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 3 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Economic Development (DED)** state the proposal should have no fiscal or administrative impact on their agency or on the **Missouri Development Finance Board (MDFB)**. However, the MDFB has indicated the proposal may be interpreted to mean the state can no longer enter into annual lease appropriation agreements with the MDFB. The MFDB says that to acquire title to or a lease interest in facilities or other assets, the state would have to appropriate the full amount upfront, or otherwise more clearly designate in appropriation bills the proposed future obligation to appropriate.

Officials from the **Office of Administration - Division of Accounting** would not fiscally impact their agency.

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Local Government

FY 2007
(10 Mo.)

FY 2008

FY 2009

\$0

\$0

\$0

FISCAL IMPACT - Small Business

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

DESCRIPTION

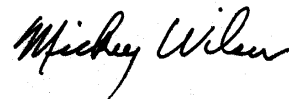
This proposal authorizes the Missouri Development Finance Board to grant a loan request only if the means of repayment is readily ascertainable. The board shall not grant such a request if the means of repayment is contingent upon state funding that has not been granted.

This proposal also includes the Jobs Now fund in the list of funds from which a loan may be requested.

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 Economic Development
Office of Administration



Mickey Wilson, CPA
Director
January 13, 2006