

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 4897-02  
Bill No.: SB 996  
Subject: Education, Elementary and Secondary; St Louis; Taxation and Revenue - Income  
Type: Original  
Date: March 14, 2006

**FISCAL SUMMARY**

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

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
St Louis City School Lead Abatement and Removal Fund*	\$0	\$0	\$0
<b>Total Estimated Net Effect on Other State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**\*Offsetting Income and Costs are unknown, but expected to exceed \$100,000 per year.**

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 2007</b>	<b>FY 2008</b>	<b>FY 2009</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 2007</b>	<b>FY 2008</b>	<b>FY 2009</b>
<b>Local Government*</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**\*Offsetting Income and Costs are unknown, but expected to exceed \$100,000 per year.**

### **FISCAL ANALYSIS**

#### ASSUMPTION

Officials from the **Department of Health and Senior Services (DOHSS)** state this proposal would not be expected to fiscal impact the operations of DOHSS. If a fiscal impact were to result, funds to support the program would be sought through the appropriations process

Officials from the following agencies indicated there would be no fiscal impact to their agencies resulting from this proposal: **Department of Economic Development, Department of Natural Resources, Department of Elementary and Secondary Education, and Department of Revenue.**

Officials from the **Office of State Treasurer (STO)** state this proposal, as written, would require a full time analyst to monitor disbursements. **Oversight** assumes disbursements would only be made periodically and duties of the proposal, as written, could be accomplished with existing resources. If the wording of the proposal is not changed and disbursement duties require additional resources, funding can be requested through the budget process.

Officials from the **City of St Louis - Budget Division** state this proposed legislation would have no direct fiscal impact on the city of St Louis. **Oversight** assumes the city of St Louis would see

ASSUMPTION (continued)

less potential revenue attributed to the 10% of payments in lieu of taxes that would be credited to the St Louis City School Lead Abatement and Removal Fund. **Oversight** further assumes that the amount transferred to the St Louis City School Lead Abatement and Removal Fund would exceed \$100,000 a year.

**A fiscal impact request was sent to the St Louis Public School District who did not respond to a request for fiscal impact of the proposal.**

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
<b>ST LOUIS CITY SCHOOL LEAD ABATEMENT AND REMOVAL FUND</b>			
<u>Income</u> - Payments in lieu of taxes on redevelopment projects in St Louis City	Unknown - Expected to Exceed \$100,000	Unknown - Expected to Exceed \$100,000	Unknown - Expected to Exceed \$100,000
<u>Cost</u> -St Louis City Schools - Lead reduction and removal	(Unknown - Expected to Exceed \$100,000)	(Unknown - Expected to Exceed \$100,000)	(Unknown - Expected to Exceed \$100,000)
<b>NET EFFECT ON ST LOUIS CITY SCHOOL LEAD ABATEMENT AND REMOVAL FUND</b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

<u>FISCAL IMPACT - Local Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
<b>ST LOUIS PUBLIC SCHOOL DISTRICT</b>			
<u>Income</u> - Funds for lead reduction and removal	Unknown - Expected to Exceed \$100,000	Unknown - Expected to Exceed \$100,000	Unknown - Expected to Exceed \$100,000
<u>Cost</u> - Lead reduction and removal expenses	(Unknown - Expected to Exceed \$100,000)	(Unknown - Expected to Exceed \$100,000)	(Unknown - Expected to Exceed \$100,000)
<b>NET EFFECT ON ST LOUIS PUBLIC SCHOOL DISTRICT</b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

FISCAL IMPACT - Small Business

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

DESCRIPTION

This proposed legislation creates the St. Louis City school lead abatement and removal fund to be funded by ten percent of the payments in lieu of taxes (PILOTs) derived from tax increment finance projects in St. Louis City.

The act shall apply to redevelopment plans and projects approved after August 31, 2006.

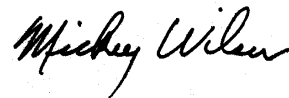
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Elementary and Secondary Education  
Department of Economic Development  
Department of Revenue  
Office of State Treasurer  
Department of Natural Resources  
Department of Health and Senior Services

NOT RESPONDING

**Saint Louis Public Schools**



Mickey Wilson, CPA  
Director  
March 14, 2006