

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5120-01
Bill No.: SB 1046
Subject: Economic Development Department; Holidays; Minorities
Type: Original
Date: February 24, 2006

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
General Revenue	(Unknown exceeding \$15,167)	(Unknown exceeding \$16,976)	(Unknown exceeding \$17,260)
Total Estimated Net Effect on General Revenue Fund	(Unknown exceeding \$15,167)	(Unknown exceeding \$16,976)	(Unknown exceeding \$17,260)

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 5 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 **Office of the Governor** assume the proposal would not fiscally impact their office.

Officials from the **Department of Natural Resource (DNR)** assumes there would be an unknown cost to the state for establishing a statewide historical monument as outlined in the proposal. DNR states it is unknown what level of support would be necessary to carry out the activities of the commission. DNR assumes additional resources needed, if any, would be requested through the normal budgetary process.

Officials from the **Department of Elementary and Secondary Education (DESE)** state the administrative duties that may arise as a result of subsections 5 and 6 could be significant. At a minimum, DESE will require .5 FTE Administrative Assistant to provide administrative support as necessary to assist in the performance of the commission's duties, and to administer activities relating to events and moments associated with the Emancipation Day Celebration. DESE also the .5 FTE will cost roughly \$22,000 per year. DESE also assumes an annual cost of \$7,500 per year for event-related supplies and expenses. In summary, DESE assumes a cost of roughly \$29,500 per year from the proposal.

ASSUMPTION (continued)

Oversight assumes DESE would delegate the duties associated with the commission and the activities relating to the Emancipation Day Celebration to existing staff.

Officials from the **Department of Economic Development (DED)** state the bill creates the Emancipation Day Commission in DED. The commission consists of 10 members - one from the House, Senate, DED, DNR, DESE, Director of the Juneteenth Heritage and Jazz Festival Foundation, and 4 appointed. The commission and DED are to organize a Juneteenth Heritage and Jazz Festival. Commissioners are to get paid usual and customary expenses.

DED anticipates 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 advertising/promoting the festivities. It is unclear who is to pay for the Juneteenth Heritage and Jazz Festival. These expenses would be unknown until the Commission decides the who, what, when, where, why, and how of the celebration. These costs are projected as an unknown.

The meeting costs would include over night lodging (\$70), mileage (\$.375 x 240 RT = \$90), and one days meals (\$45.00 for 3) plus miscellaneous for print, meeting room, etc. for each meeting (\$250). Total cost for 10 members = 10 X \$205 each plus \$250 or \$2,300 each meeting. DED assumes 4 meetings per year, or \$9,200 in meeting expenses. Advertising and promotion costs are anticipated but unknown. Cost to put on the celebration are also projected as an unknown.

In summary, DED assumes the cost of the ½ FTE Economic Development Incentive Specialist II and the meeting expense would be roughly \$50,000 per year. With the other unknown costs, DED has ranged the fiscal impact of the proposal from roughly \$50,000 to Unknown for each of the three fiscal years shown on the fiscal note.

Oversight assumes DED would delegate the duties associated with the Emancipation Day Commission and organizing the Juneteenth Heritage and Jazz Festival to existing staff.

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
GENERAL REVENUE FUND			
<u>Costs - Department of Economic Development</u>			
Meetings, promotions, advertising and festival costs	(Unknown exceeding \$7,667)	(Unknown exceeding \$9,476)	(Unknown exceeding \$9,760)
<u>Costs - Department of Elementary and Secondary Education</u>			
Festival-related supplies and expenses	<u>(\$7,500)</u>	<u>(\$7,500)</u>	<u>(\$7,500)</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE FUND	<u>(Unknown exceeding \$15,167)</u>	<u>(Unknown exceeding \$16,976)</u>	<u>(Unknown exceeding \$17,260)</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
	<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 Emancipation Day Commission. The Commission shall establish a statewide historical monument designating the 19th of June as "Emancipation Day". The Commission shall work to educate the citizens of Missouri on the legacy and contributions made

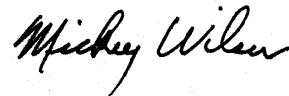
DESCRIPTION (continued)

by African Americans to Missouri and the United States. Finally, the Commission shall establish a statewide "Juneteenth Heritage and Jazz Festival" to recognize the economic and cultural values associated with African Americans.

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
Department of Natural Resources
Department of Elementary and Secondary Education
Office of the Governor



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Director
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