

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1944-01  
Bill No.: SB 554  
Subject: Boards, Commissions, Committees, Councils; County Officials; Mortgages and Deeds; Property Real and Personal; State Tax Commission; Taxation and Revenue - Property  
Type: Original  
Date: March 5, 2007

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Bill Summary: Would modify provisions relating to the taxation of real property.

**FISCAL SUMMARY**

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<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.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

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## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Economic Development**, the **Department of Revenue**, the **Office of the Cole County Assessor**, the **Office of the Jefferson County Assessor**, and the **Office of the Nodaway County Treasurer** assume the proposal would have no fiscal impact on their organizations.

Officials from the **Office of the Secretary of State**, **Missouri State Library**, assumed the proposal would have no fiscal impact on their organization but would have an unknown impact on public library districts.

Officials from **Texas County** assume the proposal would have no fiscal impact on their organization, but future action by the State Tax Commission or the county commission could have a negative impact on the county's General Revenue Fund.

Officials from the **State Tax Commission (TAX)** assume this proposal would require TAX to oversee the education and certification of all assessors and their staff and to conduct periodic ratio studies to determine the quality and level of assessments of real property for each assessment jurisdiction. The proposal would require one (1.0) FTE Management Analysis Specialist II to travel to the 114 counties and the City of St. Louis. This employee would be responsible for training and working with each assessor and his/her staff. The employee would incur extensive travel related expenses and would need a state vehicle. Our records indicate the average mileage for a STC employee is 22,000 miles a year at a cost of .15 per mile.

TAX submitted an estimated cost to implement the provisions in this proposal including the additional FTE and related benefits, equipment, and expenditures totaling \$68,827 for FY 2008, \$65,252 for FY 2009, and \$67,110 for FY 2010. However, in response to a similar proposal in the previous session (SB 1140 LR 4247-12P) TAX assumed the proposal would have no significant fiscal impact on their organization.

**Oversight** will use the previous TAX response; if unanticipated costs are incurred, or if multiple proposals are enacted which create an additional workload for TAX, resources could be requested through the budget process.

Officials from the **City of St. Louis** did not respond to our request for information.

<u>FISCAL IMPACT - State Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<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.

FISCAL DESCRIPTION

This proposal would modify provisions relating to the taxation of real property.

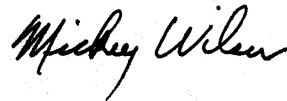
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of the Secretary of State  
Department of Economic Development  
Department of Revenue  
State Tax Commission  
Texas County  
Office of the Jefferson County Assessor  
Office of the Cole County Assessor  
Office of the Nodaway County Treasurer

NOT RESPONDING

**City of St. Louis**

A handwritten signature in black ink that reads "Mickey Wilson". The signature is fluid and cursive, with the first name "Mickey" and last name "Wilson" clearly distinguishable.

Mickey Wilson, CPA  
Director  
March 5, 2007