

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1645-02
Bill No.: SB 382
Subject: Natural Resources Department; Parks and Recreation
Type: Original
Date: February 9, 2017

Bill Summary: This proposal modifies provisions relating to state parks.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
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.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
Total Estimated Net Effect on FTE	0	0	0

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2018	FY 2019	FY 2020
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials at the **Department of Natural Resources (DNR)** assume there would be no direct fiscal impact in the first three fiscal years as we would reallocate existing funds to comply with the proposed legislation.

DNR is assuming that any existing leases could be renewed upon expiration regardless of the status of state park maintenance needs. The DNR currently leases several properties from the U.S. Army Corps of Engineers and has concession contracts with private businesses to operate state park facilities on many of those leased properties. Those concession operators could potentially be affected by this legislation if the DNR were unable to renew the underlying Corps leases.

DNR states that in addition to land, DNR manages over 1,800 buildings, including restroom/shower facilities, visitor centers, lodges, cabins, motels, dining lodges, picnic shelters, and service buildings. Other facilities for which the DNR is responsible for maintaining include numerous campgrounds, as well as public water and wastewater systems and extensive underground electrical networks, including those that serve campgrounds. Additionally, DNR is responsible for the maintenance and repair of over 300 miles of roadways (approx. 270 miles paved and approximately 40 miles gravel/unpaved) and 121 vehicular bridges. The Capital Improvements Budget for Missouri State Parks is on average less than \$10 million annually, and current maintenance and repair needs exceed that budget. Thus, depending on the definition of “properly maintained” and “no deferred maintenance”, this legislation could prevent DNR from acquiring even small parcels of land, structures, or objects of cultural or historical significance. While this would reduce funds expended on such acquisitions, it could also lead to reduced efficiency and potential revenue losses that could be generated by adding properties in keeping with the mission of the Division of State Parks. Since 1970, DNR has engaged in an average of 23 real estate transactions per year. These transactions typically involve acquiring small parcels as additions to existing parks and sites or engaging in land swaps with neighboring landowners for purposes of resolving boundary issues, filling geographic in-holdings, and addressing operational or logistical needs identified by field staff.

Officials at the **Office of Administration** defer to Department of Natural Resources for a fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2018 (10 Mo.)	FY 2019	FY 2020
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2018 (10 Mo.)	FY 2019	FY 2020
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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FISCAL IMPACT - Small Business

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

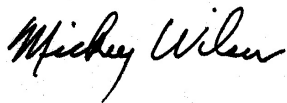
FISCAL DESCRIPTION

The proposed legislation appears to have no direct fiscal impact.

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 Administration
Department of Natural Resources



Mickey Wilson, CPA
Director
February 9, 2017

Ross Strope
Assistant Director
February 9, 2017