

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0306-01
Bill No.: SCR 5
Subject: Boards, Commissions, Committees and Councils; General Assembly; Department of Natural Resources; Waste - Solid
Type: Original
Date: January 25, 2019

Bill Summary: This proposal establishes the Joint Committee on Solid Waste Management District Operations.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
General Revenue	Up to (\$6,000)	\$0	\$0
Total Estimated Net Effect on General Revenue	Up to (\$6,000)	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
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 2020	FY 2021	FY 2022
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
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 2020	FY 2021	FY 2022
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Natural Resources (DNR)** assume the proposal will have no fiscal impact on their organization.

Oversight notes that the Department of Natural Resources has stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note for DNR.

Officials from the **Missouri Senate (SEN)** assume this proposal will have costs to reimburse mileage for ten appointees (5 Senators and 5 Representatives) to attend committee meetings. Travel will be reimbursed from the Joint Contingent Appropriation. The approximate cost for mileage for five senators and five representatives will be \$986 per meeting held.

Officials from the **Missouri House of Representatives (MHR)** assume this proposal will not have a fiscal impact on their organization. The MHR states the committee members' expenses will be paid by the Senate's Joint Contingent Expenses appropriation.

Oversight assumes the Missouri Senate will incur some costs from this proposal related to reimbursing members for mileage to attend committee meetings. Oversight is unable to determine how many committee meetings were held when the committee was initially established in 2014. Oversight assumes the committee could meet up to six times during the interim; therefore, Oversight will reflect a cost of "Up to \$6,000" on the fiscal note (each committee meeting expenses rounded to \$1,000 for fiscal note purposes) for FY 2020, as the committee will dissolve December 31, 2019.

Oversight notes the Joint Contingent Expense appropriation (1052) was \$225,000 for FY 18. Expenses from the Joint Contingent Expense appropriation totaled \$122,373 in FY 18. Oversight will reflect the cost to the General Revenue Fund (GRF) as the Joint Contingent Expense appropriation is funded through the GRF.

Officials from the **St. Louis-Jefferson Solid Waste Management District** anticipate a positive fiscal benefit if the Joint Committee on Solid Waste Management District Operations is reconvened. The Committee worked hard when it was active, which led to significant streamlining revisions to the solid waste laws which were adopted in 2015.

ASSUMPTION (continued)

These revisions, if implemented, would have resulted in our district earning an additional \$40,000 to \$50,000 in interest earnings, reduced our annual administrative expenses from \$50,000 to \$75,000, sped up our project implementation schedules by several months, and reduced excess reporting by 75%.

In addition to implementing streamlining revisions, the Joint Committee could be instrumental in addressing waste reduction and recycling policies in Missouri. One example is the recent ban on the ability of local governments to implement local programs to address the numerous problems and significant expenses incurred by communities and taxpayers regarding plastic bags. There is a significant need to address waste reduction and recycling policies from a statewide perspective. The benefits and savings could be significant.

Oversight does not have any information to the contrary in regards to St. Louis-Jefferson Solid Waste Management District's assumptions. However, Oversight is uncertain as to if the revisions of the previous Joint Committee on Solid Waste Management District Operations will be the same as if the committee reconvenes; therefore Oversight will not reflect a fiscal impact to local solid waste districts on the fiscal note.

Oversight only reflects the responses that we have received from state agencies and political subdivisions; however, other solid waste districts were requested to respond to this proposed legislation but did not. For a general listing of political subdivisions included in our database, please refer to www.legislativeoversight.mo.gov.

<u>FISCAL IMPACT - State Government</u>	FY 2020 (10 Mo.)	FY 2021	FY 2022
GENERAL REVENUE FUND			
<u>Cost - mileage reimbursements for members appointed to the Joint Committee on Solid Waste Management District Operations</u>	<u>Up to (\$6,000)</u>	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND	<u>Up to (\$6,000)</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2020 (10 Mo.)	FY 2021	FY 2022
	<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 concurrent resolution establishes the Joint Committee on Solid Waste Management District Operations. The Joint Committee shall be composed of 5 members of the Senate and 5 members of the House of Representatives, with not more than 3 from each chamber being from the same party. The Joint Committee may hold hearings and prepare a report with its recommendations for any legislative action deemed necessary, for submission to the General Assembly by December 31, 2019, at which time the Joint Committee shall be dissolved.

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

Missouri Senate
Missouri House of Representatives
Department of Natural Resources
St. Louis - Jefferson Solid Waste Management District



Kyle Rieman
Director
January 25, 2019

Ross Strobe
Assistant Director
January 25, 2019