

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0556S.02P
 Bill No.: Perfected SS for SB 138
 Subject: Agriculture; Appropriations; Department of Economic Development; Treasurer,
 State; Trees and Other Plants
 Type: Original
 Date: March 29, 2023

Bill Summary: This proposal requires the Department of Economic Development to promote Missouri hardwood forest products.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2024	FY 2025	FY 2026
General Revenue Fund*	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)
Total Estimated Net Effect on General Revenue	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)

*Oversight assumes the appropriation to promote hardwood forest products would not reach the \$250,000 threshold.

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2024	FY 2025	FY 2026
Missouri Hardwood Forest Product Promotion Fund*	\$0	\$0	\$0
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
 Revenue and costs net to zero.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2024	FY 2025	FY 2026
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2024	FY 2025	FY 2026
Total Estimated Net Effect on FTE	0	0	0

- Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.
- Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2024	FY 2025	FY 2026
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Economic Development**, the **Missouri Department of Agriculture**, the **Department of Natural Resources**, and the **Missouri Department of Conservation** each assume the proposal will have no fiscal impact on their respective organizations. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these agencies.

Oversight notes the Section 262.911 2 creates "Missouri Hardwood Forest Product Promotion Fund" which shall consist of any grants, gifts, devises, bequests, and moneys appropriated by the general assembly to the fund.

Oversight notes the moneys in this fund shall be used solely to promote and educate about Missouri hardwood forest products. Therefore, **Oversight** will note range of zero (General Assembly does not appropriate a transfer of funds) to unknown negative amount (General Assembly appropriates money for the program) from general revenue into the Missouri Hardwood Forest Product Promotion Fund in the fiscal note.

Oversight does not expect the total revenue transfer for purposes of this Fund to surpass \$250,000 threshold.

Oversight notes the proposal allow the State Treasurer invest, disburse, and credit the fund with the interest on money made on the investments in the fund.

In response to the similar proposal, SB 1159 – 2022, officials from the **Office of the State Treasurer** assumed the proposal will have no fiscal impact on their organization. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for this office.

<u>FISCAL IMPACT – State Government</u>	FY 2024 (10 Mo.)	FY 2025	FY 2026
GENERAL REVENUE			
<u>Transfer Out – Section 262.911 - to the newly established fund for the promotion of Missouri hardwood products (p.3)</u>	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>
MISSOURI HARDWOOD FOREST PRODUCT PROMOTION FUND			
<u>Transfer In – From the General Revenue for administration of the program</u>	\$0 or Unknown	\$0 or Unknown	\$0 or Unknown
<u>Cost – DED – Administration of the program (p.3)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
ESTIMATED NET EFFECT ON THE MISSOURI HARDWOOD FOREST PRODUCT PROMOTION FUND	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2024 (10 Mo.)	FY 2025	FY 2026
	<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.

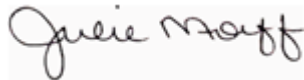
FISCAL DESCRIPTION

This act requires the Department of Economic Development to promote Missouri hardwood forest products and educate the public on the value and benefit of such products. This act shall sunset on August 28, 2029, unless reauthorized by the General Assembly for an additional twelve years.

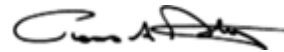
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Economic Development
Missouri Department of Agriculture
Department of Natural Resources
Missouri Department of Conservation



Julie Morff
Director
March 29, 2023



Ross Strobe
Assistant Director
March 29, 2023