

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0871S.01P
 Bill No.: Perfected SB 109
 Subject: Mining and Oil and Gas Production; Department of Natural Resources; Fees
 Type: Original
 Date: February 6, 2023

Bill Summary: This proposal modifies provisions relating to mining.

FISCAL SUMMARY

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND | | | | |
|--|------------|------------|------------|-----------------------------|
| FUND AFFECTED | FY 2024 | FY 2025 | FY 2026 | Fully Implemented (FY 2027) |
| Total Estimated Net Effect on General Revenue | \$0 | \$0 | \$0 | \$0 |

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS | | | | |
|--|------------|------------|------------|-----------------------------|
| FUND AFFECTED | FY 2024 | FY 2025 | FY 2026 | Fully Implemented (FY 2027) |
| Geologic Resources Fund (0801)* | \$0 | \$0 | \$0 | \$188,998 |
| Total Estimated Net Effect on Other State Funds | \$0 | \$0 | \$0 | \$188,998 |

*Oversight notes this fee revenue is currently set to expire on December 31, 2025 (FY 2026). This proposal extends the sunset to 2030. This reflects a continuance of the existing fee authorized in Section 256.700.

Numbers within parentheses: () indicate costs or losses.

| ESTIMATED NET EFFECT ON FEDERAL FUNDS | | | | |
|---|----------------|----------------|----------------|------------------------------------|
| FUND AFFECTED | FY 2024 | FY 2025 | FY 2026 | Fully Implemented (FY 2027) |
| | | | | |
| Total Estimated Net Effect on <u>All</u> Federal Funds | \$0 | \$0 | \$0 | \$0 |

| ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE) | | | | |
|---|----------------|----------------|----------------|------------------------------------|
| FUND AFFECTED | FY 2024 | FY 2025 | FY 2026 | Fully Implemented (FY 2027) |
| | | | | |
| Total Estimated Net Effect on FTE | 0 | 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 | Fully Implemented (FY 2027) |
| Local Government | \$0 | \$0 | \$0 | \$0 |

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Natural Resources (DNR)** notes the following amounts were collected and deposited into the Geologic Resources Fund (0801):

FY 2020: \$200,585
 FY 2021: \$180,593
 FY 2022: \$185,816

Oversight notes, in response to a similar proposal from 2022 (HCS for SB 984), DNR stated this fund supports two Field Technicians that work on industrial mining activities.

Oversight also notes there was a \$209,193 balance in the Geologic Resources Fund as of December 31, 2022. Oversight will reflect revenue in the amount of \$188,998 (average of past three fiscal years) continuing due to the fee extension from 2025 to 2030 on the fiscal note.

Officials from the **Missouri Department of Transportation** assume 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 MoDOT.

| <u>FISCAL IMPACT – State Government</u> | FY 2024 (10 Mo.) | FY 2025 | FY 2026 | Fully Implemented (FY 2027) |
|--|---------------------|-------------------|-------------------|--------------------------------|
| GEOLOGIC RESOURCES FUND | | | | |
| <u>Revenue Extension</u> – extension of fee from 2025 to 2030 \$256.700 | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$188,998</u> |
| ESTIMATED NET EFFECT ON THE GEOLOGIC RESOURCES FUND | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$188,998</u> |

| <u>FISCAL IMPACT – Local Government</u> | FY 2024 (10 Mo.) | FY 2025 | FY 2026 | Fully Implemented (FY 2027) |
|---|---------------------|------------|------------|--------------------------------|
| | | | | |
| | <u>\$0</u> | <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.

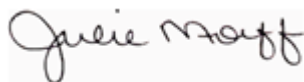
FISCAL DESCRIPTION

The proposed legislation extends the sunset date on certain geologic resources fees from December 31, 2025 to December 31, 2030.

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 Natural Resources
 Missouri Department of Transportation



Julie Morff
 Director
 February 6, 2023



Ross Strobe
 Assistant Director
 February 6, 2023