

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1907S.01I
Bill No.: SB 536
Subject: Office of Administration; Property, Real and Personal
Type: Original
Date: March 3, 2025

Bill Summary: This proposal creates the "Real Estate Fund" to consist of moneys received from the sale of real property owned by the state of Missouri.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
General Revenue*	(Unknown)	(Unknown)	(Unknown)
Total Estimated Net Effect on General Revenue	(Unknown)	(Unknown)	(Unknown)

*Oversight assumes the loss of funds from the sale of real property could exceed \$250,000.

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Real Estate Fund*	Unknown	Unknown	Unknown
Total Estimated Net Effect on <u>Other</u> State Funds	Unknown	Unknown	Unknown

*Oversight assumes the gain of funds from the sale of real property could exceed \$250,000.

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
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 2026	FY 2027	FY 2028
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Administration** assume the proposal will have no fiscal impact on their organization.

Oversight assumes this legislation creates the “Real Estate Fund” which shall consist of money received from the sale of real property owned by the State of Missouri. Oversight assumes by creating a new fund to deposit the sale of real property revenues, there will also be a loss to the original fund that these moneys are currently deposited into. According to OA, in most cases, the fund this type of revenue is deposited into is the General Revenue Fund. For fiscal note purposes, Oversight will reflect an Unknown revenue to the newly created fund “Real Estate Fund” and an Unknown loss to the General Revenue Fund.

Officials from the **Office of the State Treasurer (STO)** assumes this legislation would require an FTE, only if STO would be required to administer the fund.

Oversight assumes this proposal specifies the Office of Administration is required to administer the newly created fund, therefore, Oversight will reflect a zero impact in the fiscal note to the STO.

Oversight notes that the above mentioned agencies have 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.

<u>FISCAL IMPACT – State Government</u>	FY 2026 (10 Mo.)	FY 2027	FY 2028
GENERAL REVENUE FUND			
<u>Loss – OA</u> Newly Created Fund	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
ESTIMATED NET EFFECT TO THE GENERAL REVENUE FUND	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
REAL ESTATE FUND			
<u>Revenue– OA</u> Newly Created Fund	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
ESTIMATED NET EFFECT TO THE REAL ESTATE FUND	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2026 (10 Mo.)	FY 2027	FY 2028
	<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 creates the "Real Estate Fund" in the state treasury, which shall consist of money received from the sale of real property owned by the State of Missouri. The fund shall be administered by the Commissioner of Administration or his or her designee for the purposes of acquiring interest in real property to be used to support state operations. The following moneys shall be deposited to this fund, unless required by statute or constitutional provision to be deposited in some other specifically named fund:

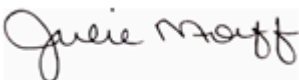
- Any money or proceeds resulting from a real property transaction involving State-owned property; and
- Any funds appropriated to the fund by the General Assembly or otherwise credited to the fund.

The Commissioner of Administration shall prepare an annual report of all receipts and expenditures from the fund.

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
Office of the State Treasurer



Julie Morff
Director
March 3, 2025



Jessica Harris
Assistant Director
March 3, 2025