

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3512S.03C
Bill No.: SCS for HCS for HB 1597
Subject: Office of Administration; Attorney General; Easements and Conveyances;
Governor and Lieutenant Governor; Department of Natural Resources
Type: Original
Date: May 4, 2022

Bill Summary: This proposal authorizes the conveyance of certain state properties.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2023	FY 2024	FY 2025
General Revenue*	Unknown or (Unknown)	\$0 or Unknown	\$0 or Unknown
Total Estimated Net Effect on General Revenue	Unknown or (Unknown)	\$0 or Unknown	\$0 or Unknown

*Oversight assumes the fiscal impact will not reach the \$250,000 threshold.

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2023	FY 2024	FY 2025
Truman State University*	Unknown	\$0	\$0
Total Estimated Net Effect on <u>Other</u> State Funds	Unknown	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2023	FY 2024	FY 2025
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2023	FY 2024	FY 2025
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 2023	FY 2024	FY 2025
Local Government	Unknown	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Section 1- property in Kirksville to the Kirksville R-III school district:

In response to a previous version, officials from the **Office of Administration, Division of Facilities Management, Design and Construction** stated they do not make public the appraisal values for property that may be sold or conveyed because public knowledge of such information may hinder the State's ability to gain the best value for the property. Additionally, since the terms of conveyances are yet to be determined, the fiscal impact, if any, cannot be calculated. Therefore, the fiscal impact is \$0 to unknown.

In response to a previous version, officials from the **Office of Administration, Division of Facilities Management, Design and Construction (FMDC)**, the **Office of the Governor** and the **Attorney General's Office** each assumed the proposal would not fiscally impact their respective offices.

In response to a previous version, officials from the **Department of Public Safety – Missouri National Guard (MONG)** assumed the proposal would not fiscally impact their organization.

Officials from the City of Kirksville did not respond to our request for fiscal impact.

As this parcel appears to be material in size (entire square city block contained by West Scott Street, West Fillmore Street, South Main Street and South Elson Street; which currently contains the Missouri National Guard Armory building), **Oversight** will reflect the transaction of the conveyance of state property in Adair County to the Kirksville R-III school district as 1) a loss of the value of the state property, 2) the proceeds (if any) of the sale/conveyance, and 3) the annual savings (if any) to the state no longer maintaining the property. Oversight will assume a fiscal impact of less than \$250,000.

Section 2- property in Kirksville to Truman State University:

In response to a previous version, officials from the **Office of Administration, Division of Facilities Management, Design and Construction** stated they do not make public the appraisal values for property that may be sold or conveyed because public knowledge of such information may hinder the State's ability to gain the best value for the property. Additionally, since the terms of conveyances are yet to be determined, the fiscal impact, if any, cannot be calculated. Therefore, the fiscal impact is \$0 to unknown.

In response to a previous version, officials from the **Office of the Governor** and the **Attorney General's Office** each assumed the proposal would not fiscally impact their respective offices.

Officials from Truman State University did not respond to **Oversight**' s request for fiscal impact.

Section 3- property in Iron County to MoDOT:

Officials from the **Department of Natural Resources** and **Missouri Department of Transportation** 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.

In response to a similar proposal from 2022 (HB 1478), officials from the **Office of Administration** and the **Attorney General's Office** each assumed the proposal would not fiscally impact their respective agencies.

Oversight notes this proposal conveys small parcels of land from the Department of Natural Resources (DNR) to the Missouri Department of Transportation (MoDOT) for \$1 or less. Oversight assumes the fiscal impact of these transactions between DNR and MoDOT are not material and therefore we will not reflect a fiscal impact from these conveyances.

Section 4- property in Pike County to MoDOT:

In response to a similar proposal from 2022 (SB 1112), officials from the **Office of Administration, Division of Facilities Management, Design and Construction (OA)** stated they do not make public the appraisal values for property that may be sold or conveyed because public knowledge of such information may hinder the State's ability to gain the best value for the property. Additionally, since the terms of conveyances are yet to be determined, the fiscal impact, if any, cannot be calculated. Therefore, the fiscal impact is \$0 to unknown.

Officials from the **Missouri Department of Transportation** assume the proposal will have no fiscal impact on their organization.

In response to a similar proposal from 2022 (SB 1112), officials from **Office of the Governor** assumed the proposal would 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 these agencies.

In response to a similar proposal from 2021 (HB 731), officials from the **Attorney General's Office** assumed the proposal would 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.

Oversight notes this proposal conveys a parcel of property of land from the state to the Missouri Department of Transportation (MoDOT) for \$1 or less (for land containing 1 8/10 acres more or less). Oversight assumes the fiscal impacts of this transaction to OA and MoDOT are not material and therefore we will not reflect a fiscal impact from this conveyance.

<u>FISCAL IMPACT – State Government</u>	FY 2023 (10 Mo.)	FY 2024	FY 2025
GENERAL REVENUE			
<u>Sale Proceeds</u> – conveyance proceeds of properties (if any)	\$0 or Unknown	\$0	\$0
<u>Property value</u> – loss of FMV of properties	(Unknown)	\$0	\$0
<u>Savings</u> – for annual maintenance / upkeep of properties no longer required	\$0 or Unknown	\$0 or Unknown	\$0 or Unknown
ESTIMATED NET EFFECT TO GENERAL REVENUE	<u>Unknown or (Unknown)</u>	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>
TRUMAN STATE UNIVERSITY			
<u>Cost</u> - of acquiring the property from the state (Section 2)	\$0 or (Unknown)	\$0	\$0
<u>Property increase</u> – acquired property's value (Section 2)	Unknown	\$0	\$0
ESTIMATED NET EFFECT TO TRUMAN STATE UNIVERSITY	<u>Unknown</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2023 (10 Mo.)	FY 2024	FY 2025
KIRKSVILLE R-III SCHOOL DISTRICT			
<u>Cost - of acquiring the property from the state (Section 1)</u>	\$0 or (Unknown)	\$0	\$0
<u>Property increase – acquired property's value (Section 1)</u>	<u>Unknown</u>	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT TO KIRKSVILLE R-III SCHOOL DISTRICT	<u>Unknown</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.

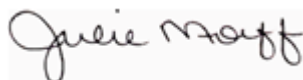
FISCAL DESCRIPTION

This proposal authorizes the conveyance of certain state property.

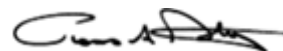
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Attorney General's Office
Office of Administration
Office of the Governor
Department of Public Safety – National Guard
Missouri Department of Transportation
Department of Natural Resources



Julie Morff
Director
May 4, 2022



Ross Strobe
Assistant Director
May 4, 2022