

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4061-01
Bill No.: HB 1163
Subject: Cities, Towns and Villages; Waste - Solid; Boards, Commissions, Committees, Councils
Type: Original
Date: January 25, 2012

Bill Summary: This proposal establishes the Freedom to Choose Trash Collection Services Act which requires voter approval of any contract with mandated haulers of trash collection.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
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 2013	FY 2014	FY 2015
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on FTE	0	0	0

- Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Local Government	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)

FISCAL ANALYSIS

ASSUMPTION

Officials from the **City of Kansas City, Office of the Secretary of State, Department of Natural Resources** and **Department of Economic Development** state the current proposal would not fiscally impact their agencies.

Officials from the **Cities of St Louis, Liberty, Lee's Summit, Gladstone** and **Raytown** did not respond to Oversight's request for fiscal impact.

In response to a similar bill from 2011 (HB 918) officials from the **City of Raytown** stated a typical election by the Jackson County Election Board costs the City \$35,000.

In response to a similar bill from 2011 (HB 918) officials from the **City of Liberty** stated the selection of a trash provider is something that falls within the authority of a municipality's elected city council. Municipal elections usually cost tax payers anywhere from \$10,000 to \$15,000.

Oversight assumes cities, towns, and villages could have fiscal impact if voter approval is required of any contract for mandated haulers of residential solid waste collection. The amount of costs would be unknown and would depend upon the size of the district and how many other political subdivisions are holding an election at the same time.

Oversight will show fiscal impact to local government as \$0 to unknown costs for an election.

<u>FISCAL IMPACT - State Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
LOCAL ELECTION AUTHORITY FUNDS			
<u>Costs - Local Election Authorities</u>			
Cost of an election (§71.692)	<u>\$0 to</u> <u>(Unknown)</u>	<u>\$0 to</u> <u>(Unknown)</u>	<u>\$0 to</u> <u>(Unknown)</u>
ESTIMATED NET EFFECT ON LOCAL ELECTION AUTHORITY FUNDS	<u>\$0 to</u> <u>(Unknown)</u>	<u>\$0 to</u> <u>(Unknown)</u>	<u>\$0 to</u> <u>(Unknown)</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This bill establishes the Freedom to Choose Trash Collection Services Act which requires voter approval of any contract with a mandated hauler of residential solid waste collection in any city, town, or village except North Kansas City, Kansas City, or St. Louis.

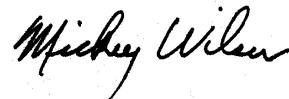
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of the Secretary of State
Department of Natural Resources
Department of Economic Development
City of Kansas City
City of Raytown
City of Liberty

NOT RESPONDING

City of Lee's Summit
City of Gladstone
City of St Louis



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Director
January 25, 2012