

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0830-01
Bill No.: HB 197
Subject: Federal - State Relations; Cities, Towns, and Villages; Counties
Type: Original
Date: January 7, 2015

Bill Summary: This proposal specifies how certain counties should distribute annual payments from the federal "payments in lieu of taxes" (PILT) program.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on FTE	0	0	0

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Local Government*	\$0	\$0	\$0

*Distributions increase (decrease) net to zero.

FISCAL ANALYSIS

ASSUMPTION

Officials at the **City of Deepwater** assume this proposal would not cost the State of Missouri any funds but would cost the counties that have been withholding the cities PILT funding.

Officials at the **City of Osceola** assume no fiscal impact from this proposal.

Oversight assumes that the payments received by the county would now be distributed to other Local Political Subdivisions (LPS) within their county and have a zero impact.

Officials at Henry County, St. Clair County and Roscoe Village did not respond to **Oversight's** request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
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LOCAL POLITICAL SUBDIVISIONS

<u>Loss</u> - Counties distributions of the PILT program to other LPS within the County	(Unknown)	(Unknown)	(Unknown)
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<u>Income</u> - Other LPS receipts of PILT program distributions from their Counties	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
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ESTIMATED NET EFFECT ON LOCAL POLITICAL SUBDIVISIONS	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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FISCAL IMPACT - Small Business

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

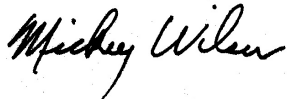
FISCAL DESCRIPTION

Some counties receive an annual payment under the federal "payments in lieu of taxes" program to offset losses in property taxes due to non-taxable federal lands within their boundaries. This bill requires certain counties to distribute a portion of the payment to certain cities if the federal land originally was within city boundaries. The distribution will be determined by multiplying the number of acres taken from the city by the tax rate that would be imposed on the average assessed valuation of an acre of commercial property within the city. Currently, this requirement only would affect the City of Deepwater in Henry County and the City of Osceola and the Village of Roscoe in St. Clair County.

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

City of Deepwater
City of Osceola



Mickey Wilson, CPA
Director
January 7, 2015

Ross Strope
Assistant Director
January 7, 2015