

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3074-01
Bill No.: HB 1330
Subject: Property, Real and Personal
Type: Original
Date: January 15, 2020

Bill Summary: This proposal authorizes the conveyance of certain state property located in Cole County to the Heartland Port Authority of Central Missouri.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
General Revenue	(Unknown)	\$0 or Unknown	\$0 or Unknown
Total Estimated Net Effect on General Revenue	(Unknown)	\$0 or Unknown	\$0 or Unknown

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
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 2021	FY 2022	FY 2023
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
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 2021	FY 2022	FY 2023
Local Government	Unknown	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of the Attorney General**, the **Department of Natural Resources**, **Office of the Governor**, the **Department of Transportation**, and the **Department of Public Safety - Missouri National Guard** have each stated the proposal would not fiscally impact their respective agencies.

Officials from the **Office of Administration** state their Division of Facilities Management, Design and Construction does not make public appraisals for 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 **Department of Corrections (DOC)** state the property in question is the main access road leading to both the Jefferson City Correctional Center and Algoa Correctional Center.

DOC states the impact of this legislation is unknown at this time. DOC's response assumes that only an easement can be sold, transferred, granted, or conveyed; that the property in question will remain state property. The unknown impact is due to the possibility that the port authority could assume some portion of the maintenance costs for the road.

Officials from Cole County and the City of Jefferson did not respond to **Oversight's** request for fiscal impact.

Oversight assumes the state land described in Section 1 of the bill would be conveyed to the Heartland Port Authority of Central Missouri without compensation (dependant upon development of the land). If the port authority is developed and operates as planned, this may spur economic growth and development within the area; however, Oversight would consider this growth an indirect impact of the bill and we do not calculate or reflect indirect impacts on fiscal notes. Therefore, Oversight will reflect an unknown loss to the state in FY 2021 of the value of the land, and an offsetting gain to the Heartland Port Authority of Central Missouri (local political subdivision).

Oversight will also reflect a potential savings to the state for the cost of annual maintenance of the property (if any) in future years.

<u>FISCAL IMPACT - State Government</u>	FY 2021 (10 Mo.)	FY 2022	FY 2023
GENERAL REVENUE			
<u>Loss</u> - value of the land described in Section 1 - to be conveyed to the Heartland Port Authority of Central Missouri and the cost of the conveyance	(Unknown)		
<u>Savings</u> - cost of maintenance of the property being conveyed	<u>\$0</u>	\$0 or <u>Unknown</u>	\$0 or <u>Unknown</u>
ESTIMATED NET EFFECT TO THE GENERAL REVENUE FUND	<u>(Unknown)</u>	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2021 (10 Mo.)	FY 2022	FY 2023
HEARTLAND PORT AUTHORITY OF CENTRAL MISSOURI			
<u>Income</u> - value of the land described in Section 1 - conveyed from the state	<u>Unknown</u>	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT TO THE HEARTLAND PORT AUTHORITY OF CENTRAL MISSOURI	<u>Unknown</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

Small businesses that may utilize the Heartland Port Authority of Central Missouri may be impacted by this proposal.

FISCAL DESCRIPTION

This bill authorizes the Governor to sell, transfer, grant, convey, remise, release, and forever quitclaim all interest in specific property, described in the bill, along with an easement, located in Cole County, Missouri.

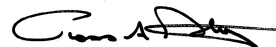
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of the Attorney General
Department of Natural Resources
Department of Corrections
Department of Public Safety - Missouri National Guard
Office of the Governor
Department of Transportation
Office of Administration



Julie Morff
Director
January 15, 2020



Ross Strobe
Assistant Director
January 15, 2020