

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4438-05
Bill No.: Truly Agreed To And Finally Passed SS for SCS for HCS for HJR 47
Subject: Constitutional Amendments: General Obligation and Revenue Bonds
Type: Original
Date: June 3, 2002

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
General Revenue	(\$34,710)	\$0	\$0
Total Estimated Net Effect on <u>All</u> State Funds	(\$34,710)	\$0	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Office of Administration - Division of Accounting**, the **Department of Economic Development**, the **Department of Transportation** and the **State Treasurer** stated that the proposal (or similar proposals) would not affect their agencies, administratively.

Advertisement costs for the proposal would be \$3,471 per newspaper column inch for three printings of the text of the proposal, the introduction, title, fiscal note summary, and affidavit. The proposal would be on the ballot for the November 2002 general election.

<u>FISCAL IMPACT - State Government</u>	FY 2003	FY 2004	FY 2005
<u>Cost to General Revenue Fund</u>			
<u>Secretary of State</u>			
Newspaper Advertisements	(\$34,710)	\$0	\$0

<u>FISCAL IMPACT - Local Government</u>	FY 2003	FY 2004	FY 2005
	\$0	\$0	\$0

FISCAL IMPACT - Small Business

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

DESCRIPTION

This proposal would change provisions allowing municipalities, cooperating municipalities, and joint boards and commissions formed between municipalities or political subdivisions to, in compliance with requirements of law (currently, the state constitution requires a favorable vote of the citizens of political subdivisions involved), issue revenue bonds for utility, industrial development, and airport projects.

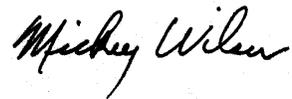
It would allow projects to be owned by joint boards or commissions, repeal the requirement that all utility operations by joint boards or commissions be fully regulated as public utilities, state that bonds issued under the section would not be indebtedness of the state or of any political subdivision of the state, and state that the provisions of the proposal would not affect the Public Service Commission's authority to regulate investor-owned utilities.

This legislation is not federally mandated, would not duplicate any other program and would not
DESCRIPTION

require additional capital improvements or rental space. This legislation would not affect Total
State Revenue.

SOURCES OF INFORMATION

Department of Economic Development
Department of Transportation
Office of Administration
Office of the State Treasurer
Secretary of State



Mickey Wilson, CPA
Acting Director
June 3, 2002