

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

LR No.: 1567-01  
Bill No.: HB 442  
Subject: Counties: Water Resources, Water Districts  
Type: Original  
Date: March 4, 2003

---

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
<b>FUND AFFECTED</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
<b>Total Estimated Net Effect on Other State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 5 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**FISCAL ANALYSIS**

**ASSUMPTION**

Officials of the **Department of Natural Resources** assumes no fiscal impact.

**Kansas City** officials assume no fiscal impact.

**City of Springfield** officials assume no fiscal impact.

Officials of the **Callaway County Water District # 1** assume no fiscal impact.

**Oversight** assumes the provisions of this proposal are discretionary and procedural and would have no state or local fiscal impact.

<b><u>FISCAL IMPACT - State Government</u></b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
	<b>(10 Mo.)</b>		
	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

<u>FISCAL IMPACT - Local Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
	<u>\$0</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.

DESCRIPTION

Under current law, contiguous public water supply districts or cities and contiguous districts may agree to have territory detached from one entity and annexed by the other. This bill requires the acquiring city or district to assume a proportion of any existing contractual liquidated obligations or revenue bonds for the water system of the detaching city or district, based on the ratio of assessed valuations of real and personal property within the annexed territory and within the entire city or district from which the territory is being detached. Other agreements are allowed if the local circuit court finds that the holders of existing obligations and bonds are protected.

The Circuit Court is required, when detaching territory from a water district, to change the boundaries of the water district and divide the district into the required subdistricts for the purpose of district elections.

A certified copy of the circuit court judgment showing any territorial changes and new subdistricts must be filed with the Recorder of Deeds in the office of the County Clerk in each county in which the district has territory and in the Office of the Secretary of State.

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

Department of Natural Resources  
City of Kansas City  
City of Springfield  
Callaway County Water District # 1

LR No. 1567-01  
Bill No. HB 442  
Page 4 of 5  
March 4, 2003

NOT RESPONDING

City of Independence  
City of St. Louis  
City of Columbia  
Cole County Water Districts



Mickey Wilson, CPA  
Director  
March 4, 2003

LR No. 1567-01  
Bill No. HB 442  
Page 5 of 5  
March 4, 2003

RWB:LR:OD (12/02)