

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4703-01
Bill No.: HB 1901
Subject: Cities, Towns, and Villages; Economic Development; Education, Elementary and Secondary
Type: Original
Date: April 3, 2006

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
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 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Economic Development**, the **Department of Revenue**, the **State Tax Commission**, **Hickory County**, and the **City of Centralia** assume this proposal would have no fiscal impact on their organizations.

Officials from the **Department of Elementary and Secondary Education** assume this proposal would have no fiscal impact on their organization, and state that the proposal could have an unknown positive or negative impact on local government revenues.

Oversight assumes this proposal would have no direct fiscal impact on the state or its political subdivisions. Oversight notes that this proposal could hinder the creation of industrial development and redevelopment projects, with unknown but potentially significant future fiscal impact. That impact would result from local government decisions, however, and is not included in this fiscal note.

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
	<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

This proposal would require a municipality to obtain the consent of any taxing entity imposing a higher tax levy than such municipality before it could establish a redevelopment plan or project, or designate a redevelopment area or an industrial development.

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 Economic Development
Department of Elementary and Secondary Education
Department of Revenue
State Tax Commission
Hickory County
City of Centralia



Mickey Wilson, CPA
Director

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