

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 5007-01  
Bill No.: HB 1647  
Subject: Cities: Incorporations, Procedures  
Type: Original  
Date: February 13, 2006

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**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
<b>FUND AFFECTED</b>	<b>FY 2007</b>	<b>FY 2008</b>	<b>FY 2009</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 2007</b>	<b>FY 2008</b>	<b>FY 2009</b>
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 4 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2007</b>	<b>FY 2008</b>	<b>FY 2009</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 2007</b>	<b>FY 2008</b>	<b>FY 2009</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**FISCAL ANALYSIS**

**ASSUMPTION**

**Oversight** assumes this proposal amends certain procedures for citizens to incorporate an area to become a city. Oversight assumes this proposal does not add any new duties to the governing body, nor does it cause any increase in the expenditure of county funds. Therefore, Oversight assumes no state or local fiscal impact.

**Oversight** sent response request to the County Commissions of : Butler, Boone, Callaway, Cole, Cass, Johnson, Laclede, Greene, Taney, Webster, Warren, Pemiscot, Franklin, Jefferson, St. Charles, and many other counties which did not respond.

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

<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 bill changes the requirements for the incorporation of a city or town. The number of persons in the proposed incorporated area who must sign the petition requesting incorporation is increased from 15% of the voters casting ballots in the last gubernatorial election to 25% of all registered voters. The county governing body can submit the issue to the voters if it finds that the petition is valid and the proposed area is contiguous, contains at least one square mile and 100 residents, has sufficient assessed valuation of property for an ad valorem tax base, has the potential to function as a municipality, and is able to provide municipal services within a reasonable time. Currently, the issue must be submitted to the residents if the requisite number of registered voters sign the petition.

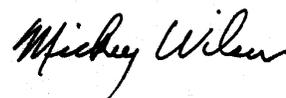
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

None

NOT RESPONDING

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