

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 6367-01  
Bill No.: HB 2600  
Subject: Taxation and Revenue - General; State Treasurer  
Type: Original  
Date: March 1, 2016

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Bill Summary: This proposal changes the laws regarding the surplus revenue fund.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
General Revenue	\$0	(\$0 or up to \$195,000,000)	\$0
<b>Total Estimated Net Effect on General Revenue</b>	<b>\$0</b>	<b>(\$0 or up to \$195,000,000)</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Surplus Revenue Fund	\$0	\$0 or up to \$195,000,000	\$0
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0 or up to \$195,000,000</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 2017</b>	<b>FY 2018</b>	<b>FY 2019</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 FULL TIME EQUIVALENT (FTE)</b>			
<b>FUND AFFECTED</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY 2019</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY 2019</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**FISCAL ANALYSIS**

**ASSUMPTION**

**Oversight** was unable to receive some of the agency responses in a timely manner due to the short fiscal note request time. Oversight has presented this fiscal note on the best current information that we have or on prior year information regarding a similar bill. Upon the receipt of agency responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval of the chairperson of the Joint Committee on Legislative Research to publish a new fiscal note.

Officials from the **Office of Administration** defer to Office of Administration - Budget and Planning for fiscal impact.

Officials from the **Office of the State Treasurer** assume the current proposal would not fiscally impact their agency.

**Oversight** assumes that either general revenue collections will exceed \$18,207,700,000 and there will be a \$195,000,000 diversion to the Surplus Revenue Fund or the target will not be met and there will be no diversion from the General Revenue Fund. The estimated net General Revenue collection for FY16 is \$8.673 billion according to the Senate Appropriations 2015 Annual Fiscal Report.

<u>FISCAL IMPACT - State Government</u>	FY 2017 (10 Mo.)	FY 2018	FY 2019
<b>GENERAL REVENUE FUND</b>			
<u>Cost</u> - Transfer to Surplus Revenue Fund	<u>\$0</u>	<u>(\$0 or up to \$195,000,000)</u>	<u>\$0</u>
<b>NET EFFECT ON GENERAL REVENUE FUND</b>	<b><u>\$0</u></b>	<b><u>(\$0 or up to \$195,000,000)</u></b>	<b><u>\$0</u></b>
<b>SURPLUS REVENUE FUND</b>			
<u>Income</u> - Transfer from General Revenue Fund	<u>\$0</u>	<u>\$0 or up to \$195,000,000</u>	<u>\$0</u>
<b>NET EFFECT ON SURPLUS REVENUE FUND</b>	<b><u>\$0</u></b>	<b><u>\$0 or up to \$195,000,000</u></b>	<b><u>\$0</u></b>

<u>FISCAL IMPACT - Local Government</u>	FY 2017 (10 Mo.)	FY 2018	FY 2019
	<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.

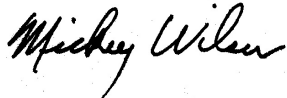
FISCAL DESCRIPTION

The proposed legislation would transfer funds from the General Revenue Fund to the Surplus Revenue Fund if the General Revenue Fund collections meet a certain target.

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 Administration  
Office of the State Treasurer



Mickey Wilson, CPA  
Director  
March 1, 2016

Ross Strobe  
Assistant Director  
March 1, 2016