

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5452-01
Bill No.: HB 2482
Subject: Insurance - Property; Water Resources and Water Districts; Counties; Cities,
Towns and Villages
Type: Original
Date: March 5, 2020

Bill Summary: This proposal modifies provisions regarding flood insurance.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
Total Estimated Net Effect on FTE	0	0	0

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

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
Local Government	\$0 to Unknown	\$0 to Unknown	\$0 to Unknown

FISCAL ANALYSIS

ASSUMPTION

Officials at the **Department of Commerce and Insurance**, the **Department of Natural Resources**, the **Department of Agriculture**, the **Office of Administration**, the **State Emergency Management Agency**, the **Office of the Secretary of State**, the **Missouri Department of Transportation** and the **State Tax Commission** each assume no fiscal impact to their respective agencies from this proposal.

Officials at the **St. Louis County Board of Elections**, the **Jackson County Election Board**, the **Platte County Board of Elections** and the **Kansas City Election Board** each assume no fiscal impact to their respective entities from this proposal.

Oversight notes this proposal requires all counties which are located in whole or in part in a flood hazard area according to the Federal Emergency Management Agency (FEMA) to adopt or rescind by order or ordinance regulations to require compliance with FEMA standards necessary to comply with the National Flood Insurance Program and removes the requirement that the county must submit the proposal to voters. Oversight assumes that those counties could realize a savings on election costs by not submitting the issue to the voters. Therefore, Oversight will reflect a \$0 to unknown savings to counties for this proposal.

<u>FISCAL IMPACT - State Government</u>	FY 2021 (10 Mo.)	FY 2022	FY 2023
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2021 (10 Mo.)	FY 2022	FY 2023
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COUNTIES

<u>Savings - on election costs</u>	<u>\$0 to Unknown</u>	<u>\$0 to Unknown</u>	<u>\$0 to Unknown</u>
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ESTIMATED NET EFFECT TO COUNTIES

<u>\$0 to Unknown</u>	<u>\$0 to Unknown</u>	<u>\$0 to Unknown</u>
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FISCAL IMPACT - Small Business

There could be a direct fiscal impact to small businesses that are located in a county that is in whole or in part in a flood hazard area according to FEMA as a result of this proposal.

FISCAL DESCRIPTION

Currently, the county commission in all counties which have not adopted county planning and zoning may adopt or rescind by order or ordinance regulations to require compliance with the Federal Emergency Management Agency (FEMA) standards necessary to comply with the National Flood Insurance Program. This bill requires all counties which are located in whole or in part in a flood hazard area according to FEMA to adopt or rescind by order or ordinance regulations to require compliance with FEMA standards necessary to comply with the National Flood Insurance Program and removes the requirement that the county must submit the proposal to voters.

The bill also specifies that any permit can not raise the flood elevation of the 100-year flood level more than one foot and requires that the lowest floor of an insurable structure shall be above the 100-year flood level and all structures must be adequately anchored to prevent movement of the structure, provided that any required National Flood Insurance Program permit issued for the purposes of commercial or industrial development may not raise the flood elevation of the 100-year flood level more than 1/10 of one foot.

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 Commerce and Insurance
Department of Natural Resources
Department of Agriculture
Office of Administration
State Emergency Management Agency
Office of the Secretary of State
Missouri Department of Transportation
State Tax Commission
St. Louis County Board of Elections
Jackson County Election Board
Platte County Board of Elections
Kansas City Election Board



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March 5, 2020



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