

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1683-01
Bill No.: Perfected SB 521
Subject: Bonds – Surety; State Departments
Type: Original
Date: March 18, 2003

FISCAL SUMMARY

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

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

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

FISCAL ANALYSIS

ASSUMPTION

Officials from **Greene County, Jackson County, St. Charles County, County of St. Louis** and the **City of St. Louis** did not respond to our fiscal impact request.

Officials from the **Office of Administration – Divisions of Accounting, Budget and Planning, Facilities Management, and Design and Construction, Department of Transportation, Department of Insurance, City of Springfield, City of Kansas City, Central Missouri State University, Truman State University, Southwest Missouri State University** and the **University of Missouri** assume the proposal would have no fiscal impact on their agencies.

Officials from the **Office of Administration – Division of Purchasing and Materials Management (DPMM)** assume the proposal would have no fiscal impact on their division. DPMM notes their division does not currently issue bid specifications or award contracts that encourage or require contractors to enter into agreements with any particular insurance or surety company.

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

<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

This proposal prohibits public entities and persons acting on behalf of public entities from requiring bidders and contractors on public works construction projects to obtain surety bonds from specific insurance or surety companies.

This proposal 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

- Accounting
- Budget and Planning
- Design and Construction
- Facilities Management
- Purchasing and Materials Management

Department of Transportation

Department of Insurance

City of Springfield

City of Kansas City

Central Missouri State University

Truman State University

Southwest Missouri State University

University of Missouri

NOT RESPONDING

Greene County

Jackson County

St. Charles County

County of St. Louis

City of St. Louis



Mickey Wilson, CPA
Director

March 18, 2003