

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 4793-01  
Bill No.: SB 1370  
Subject: Energy Conservation  
Type: Original  
Date: March 5, 2004

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**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
<b>FUND AFFECTED</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</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 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
<b>Total Estimated Net Effect on Other 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 2004</b>	<b>FY 2005</b>	<b>FY 2006</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 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

### **FISCAL ANALYSIS**

#### **ASSUMPTION**

Officials from the **Department of Conservation** (MDC) assume this proposal would not place any requirements on state agencies beyond what is expected for prudent facilities management. MDC does not foresee any fiscal implications.

Officials of the **Office of Administration - Division of Budget and Planning** stated that the proposal would have no direct effect on their agency.

Although they did not respond to our request for information, officials from the **Office of Administration - Division of Design and Construction** stated in response to a similar proposal that the proposal would have no direct effect on their agency.

Officials of the **Office of Administration - Division of Facilities Management** (DFM) stated that DFM would enter into some energy savings performance contracts that would result in savings. However, the number of such contracts, the facilities involved and the actual savings cannot be determined.

**ASSUMPTIONS** (continued)

Officials from the **Department of Natural Resources** and the **Department of Transportation** stated that the proposal would have no direct effect on their agency.

Officials from the **City of Kansas City**, the **City of St. Louis**, **St. Louis County**, **Jackson County**, and **Greene County** did not respond to our request for information.

**Oversight** notes the proposal would create certain requirements for energy saving and facility improvement contracts. Oversight assumes that neither the state government nor any political subdivision would enter into a contract for energy conservation or facility improvement measures unless it would be to their financial benefit.

<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 would specify certain conditions regarding governmental contracts for energy conservation or facility improvement measures. The proposal contains requirements governmental entities should meet before entering into a measure. It also specifies that governmental entities must solicit bids for contracts and that the contracts be awarded to the most qualified provider that best meets the needs of the entity.

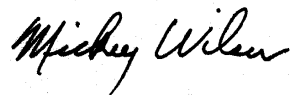
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space. This proposal would not affect Total State Revenue.

## SOURCES OF INFORMATION

Office of Administration  
    Division of Budget and Planning  
    Division of Facilities Management  
Department of Conservation  
Department of Natural Resources  
Department of Transportation

## NOT RESPONDING

**Office of Administration**  
    **Division of Design and Construction**  
**City of Kansas City**  
**City of St. Louis**  
**St. Louis County**  
**Jackson County**  
**Greene County**



Mickey Wilson, CPA  
Director  
March 5, 2004