# LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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#### FISCAL IMPACT STATEMENT

**LS 6695 NOTE PREPARED:** Dec 12, 2004

BILL NUMBER: HB 1087 BILL AMENDED:

**SUBJECT:** Regional Sewage District Boards.

FIRST AUTHOR: Rep. Lutz

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> The bill provides that an appointed trustee of a regional sewage district serves at the pleasure of the trustee's appointing authority. It also establishes an appeals board for each regional sewage district to hear appeals from regional sewage district board decisions.

Effective Date: July 1, 2005.

#### **Explanation of State Expenditures:**

## **Explanation of State Revenues:**

**Explanation of Local Expenditures:** Establishing an appeals board to hear appeals from regional sewer district board decisions and to make recommendations to the district board on those decisions will affect expenditures of the district. Appeals board members are not entitled to payment for serving as a member of the board. However, the member is entitled to be reimbursed for expenses incurred. The district is required to pay all expenses of the board as well as provide all supplies and support services for the board's operation. The fiscal impact is indeterminable and will depend, in part, on the number of appeals filed.

Under existing laws, a person would only be able to bring suit effectively in a court if the person could show that the rate was illegally established. Under the proposal the person could also challenge the action of the appeals board in a local court having jurisdiction. Consequently, local courts could experience a change in administrative expenses resulting from aggrieved parties bringing action. The impact, if any, on the courts is indeterminable.

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**Explanation of Local Revenues:** The appeals board could impact revenues to the extent that the recommendations of the appeals board to the district could be implemented by the district and could result in either an increase or decrease in revenues collected.

## **State Agencies Affected:**

Local Agencies Affected: Regional sewer districts, counties, and local courts.

### **Information Sources:**

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