

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0691-01
Bill No.: SJR 12
Subject: Bingo; Constitutional Amendments.
Type: Original
Date: January 18, 2005

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
General Revenue	\$0	(\$38,670)	\$0
Total Estimated Net Effect on General Revenue Fund	\$0	(\$38,670)	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on <u>Other</u> 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 2006	FY 2007	FY 2008
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

In response to a similar proposal from the 2004 session (SJR 40), officials from the **Missouri Gaming Commission (GAM)** stated the proposal would have no direct fiscal impact on their agency. Licensed bingo organizations that would otherwise be forced to shut down could presumably continue operations because of the additional volunteer workers that could be used as a result of this change. This would mean bingo tax revenues from these organizations would continue at the present level instead of being lost.

Officials from the **Office of Administration (COA)** assume the proposal would have no fiscal impact on their agency if the amendment is submitted to the voters at the next general election. However, if a special election were called, there would be cost paid by the COA. In 1999, a statewide special election was held for Proposition B, at a cost of \$1,120,340. Assuming the same level of public interest, and inflation of 12% since 1999 (as determined from the U.S. Department of Labor, Bureau of Labor Statistics CPI website), a special election on this constitutional amendment could cost the state \$1,254,780 in FY 2006.

Officials from the **Office of Secretary of State (SOS)** assume statewide newspaper publication of state statutes cost approximately \$1,289 per column inch based on an estimate provided by the Missouri Press Service x 3 for multiple printing as required by the constitution and state statute,

ASSUMPTION (continued)

resulting in \$3,867 per column inch. SOS estimates the total number of inches for this amendment to be ten, which includes title header and certification paragraph. Therefore, SOS estimates the total cost of publication to be \$38,670 (\$3,867 x 10 inches) to be incurred in FY 2007.

Oversight assumes the referendum called for in this proposal would be held in November 2006 and not in a special election.

<u>FISCAL IMPACT - State Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
GENERAL REVENUE			
<u>Cost - Publication costs for the Office of the Secretary of State</u>	<u>\$0</u>	<u>(\$38,670)</u>	<u>\$0</u>
ESTIMATED NET EFFECT TO THE GENERAL REVENUE FUND	<u>\$0</u>	<u>(\$38,670)</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<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

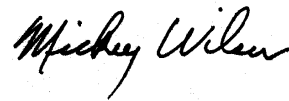
This proposed constitutional amendment allows persons to act as managers of bingo games operated by charitable organizations as long as they are members of the licensed organization.

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

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SOURCES OF INFORMATION

Missouri Gaming Commission
Office of the Secretary of State
Office of Administration



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January 18, 2005