

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1680-01
Bill No.: Perfected SB 396
Subject: Aircraft and Airports; Taxation and Revenue – Sales and Use; Transportation;
 Transportation Dept.
Type: Original
Date: March 31, 2005

FISCAL SUMMARY

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

Officials with the **Department of Revenue and Office of Administration – Division of Budget and Planning** assume the proposed legislation would have no fiscal impact on their agencies.

Officials with the **Department of Transportation (MoDOT)** assume that this legislation would extend the transfer of state sales tax on jet fuel into the State Aviation Trust Fund—currently slated to expire in 2008—to the year 2013. The estimated jet fuel tax revenue that would be transferred into the State Aviation Trust Fund is \$4 million per year. MoDOT assumes no immediate fiscal impact on their agency.

Oversight assumes that the increase in air control tower funding from the trust fund would remain subject to appropriation and would result in no net fiscal impact, since funding to other stated purposes would proportionally decrease. **Oversight** assumes any fiscal impact resulting from extending the sunset date of the transfer of state sales tax on jet fuel is beyond the three-year scope of this fiscal note.

Officials with the **State Treasurer’s Office, City of Kansas City, and City of St. Louis** did not respond to Oversight’s request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</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 legislation renew the aviation sales tax until 2010.

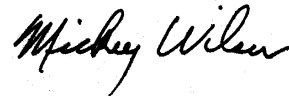
This legislation extends the transfer of jet fuel sales tax revenue into the State Aviation Trust Fund from December 31, 2008 to December 31, 2013. The act also increases the amount that certain individual airports can receive for air traffic control towers from \$125,000 to \$167,000 per year.

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SOURCES OF INFORMATION

Department of Revenue
Department of Transportation
Office of Administration
 Division of Budget and Planning

NOT RESPONDING: State Treasurer's Office
 Office of Administration
 Budget and Planning
 City of Kansas City
 City of St. Louis



Mickey Wilson, CPA
Director
March 31, 2005