

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 3106-01  
Bill No.: SB 577  
Subject: Boards, Commissions, Committees, Councils; Gambling; Licenses.  
Type: Original  
Date: December 20, 2005

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**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
<b>FUND AFFECTED</b>	<b>FY 2007</b>	<b>FY 2008</b>	<b>FY 2009</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 2007</b>	<b>FY 2008</b>	<b>FY 2009</b>
<b>Total Estimated Net Effect on <u>Other</u> 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 2007</b>	<b>FY 2008</b>	<b>FY 2009</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 2007</b>	<b>FY 2008</b>	<b>FY 2009</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**FISCAL ANALYSIS**

**ASSUMPTION**

In response to a similar proposal from the 2005 session (HB 560), officials from the **Missouri Gaming Commission** assumed the proposal would not fiscally impact their agency.

Officials from **Platte County** state the proposal would have no fiscal impact to them since there is no need to increase riverboats in Platte County.

In response to a similar proposal from the 2005 session (HB 560), officials from the **City of St. Louis** stated the bill has the potential to limit the revenues received from the casinos in the future. Therefore, it is difficult to calculate the potential loss, due to the delayed affect it may have. In other words, the bill has the potential to limit future revenues from the City of St. Louis.

Officials from the **County of Jefferson** state they currently have no gaming operations. There have been applications to operate a gaming facility in the county, but they have not been approved. Under this legislation, after 13 facilities, no further will be approved. Also, if any lost their licenses, any new awards would have to be in that locality. The fiscal impact to Jefferson County depends on the condition that a facility that could be operated in the county would be stopped due to the effects of this legislation. Therefore, the fiscal impact would be from \$0 to \$7 million annually.

ASSUMPTION (continued)

**Oversight** assumes there are currently eleven gambling licenses issued in Missouri and that limiting the Gaming Commission to thirteen (or fewer) licenses would not directly fiscally impact the state. The proposal may have some indirect fiscal circumstances in future years, but for purposes of this fiscal note, Oversight will assume no fiscal impact from the proposal.

Officials from the counties of **St. Louis, Jackson, Clay** and **St. Charles** did not respond to Oversight's request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
	<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 limits the number of excursion gambling boat operator licenses that may be issued by the Missouri Gaming Commission to a total of 13. After January 1, 2013, the number of licenses will be limited to the total number issued at that time. If any existing license expires, is forfeited, revoked, surrendered, or becomes invalid, the commission may only replace that license with a licensee located in the same city or county as the former licensee. Any new licenses issued prior to January 1, 2013, may only be issued in the counties of Jackson, Clay, Platte, St. Louis, Jefferson, or St. Charles or the City of St. Louis.

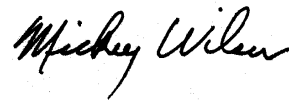
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

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SOURCES OF INFORMATION

Missouri Gaming Commission  
Platte County  
Jefferson County  
City of St. Louis

**NOT RESPONDING: counties of St. Louis, Jackson, Clay and St. Charles**



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Director  
December 20, 2005