

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4460-03
Bill No.: SCS for SB 913
Subject: Gambling
Type: Original
Date: April 4, 2006

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
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 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of State Courts Administrator**, the **Department of Public Safety**, **Office of the Director**, and the **Missouri Gaming Commission** each assume this proposal would have no fiscal impact on their respective organizations.

In response to a previous version of the proposal, officials from the **Office of Prosecution Services** assumed the bill would not impact their agency

Officials from the **Lottery Commission (LOT)** assumes these types of machines would be played in social environments to the detriment of Missouri Lottery pulltab and keno sales. LOT's calculation is that 50 percent of the pulltab and keno retailers will lose 50 percent of lottery sales. Annual profits lost to the Lottery Proceeds Fund for Education is estimated at \$1,000,000 for pulltabs and \$3,562,500 for keno, for a total annual loss of \$4,562,500.

Oversight notes this proposal allows a player to win something of value that does not exceed \$5 per play, except for cash, liquor, beer or tobacco products. Therefore, Oversight assumes this proposal deals with devices that will not be in direct competition with lottery sales, and assumes that there will be minimal impact to the Missouri Lottery Commission.

<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.

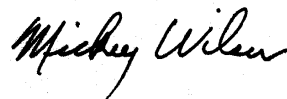
DESCRIPTION

This proposal states that the term "gambling" shall not include playing an amusement device that confers only an immediate right of replay or coupon credit that may be redeemed for something of a value less than five dollars. Such credits cannot be redeemed for cash, intoxicating liquor, or tobacco products. However gambling does include the playing of slot machines at truck stops. The act also states that the term "gambling device" shall not include an amusement device that confers only an immediate right of replay or coupon credit that may be redeemed for something of a value less than five dollars. Such credits cannot be redeemed for cash, intoxicating liquor, or tobacco products. The term gambling device does include slot machines located at truck stops.

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

SOURCES OF INFORMATION

Office of State Courts Administrator
Office of Prosecution Services
Department of Public Safety
Office of the Director
Missouri Gaming Commission



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