

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 3502-02  
Bill No.: HCS for SB 845  
Subject: Political Subdivisions  
Type: Original  
Date: May 2, 2008

Bill Summary: This proposal modifies laws relating to political subdivisions.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
General Revenue	(\$731,111 to Unknown)	(\$758,068 to Unknown)	(\$765,838 to Unknown)
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>(\$731,111 to Unknown)</b>	<b>(\$758,068 to Unknown)</b>	<b>(\$765,838 to Unknown)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Deputy Sheriff Salary Supplementation Fund	\$0	\$0	\$0
State Blind Pension Trust	(Unknown)	(Unknown)	(Unknown)
State School Monies	\$0	\$0	\$0
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>(Unknown)</b>	<b>(Unknown)</b>	<b>(Unknown)</b>

Numbers within parentheses: ( ) indicate costs or losses.  
 This fiscal note contains 24 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2009</b>	<b>FY 2010</b>	<b>FY 2011</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 FULL TIME EQUIVALENT (FTE)</b>			
<b>FUND AFFECTED</b>	<b>FY 2009</b>	<b>FY 2010</b>	<b>FY 2011</b>
<b>Total Estimated Net Effect on FTE</b>	<b>1 FTE</b>	<b>1 FTE</b>	<b>1 FTE</b>

Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2009</b>	<b>FY 2010</b>	<b>FY 2011</b>
<b>Local Government</b>	<b>(Unknown) to more than \$1,631,369</b>	<b>(Unknown) to more than \$1,963,467</b>	<b>(Unknown) to more than \$1,969,469</b>

## FISCAL ANALYSIS

### ASSUMPTION

#### **Sections 67.175, 94.900, and 94.902 - Public Safety Sales Tax - Cass County, City of Harrisonville, and City of Raytown:**

**In response to similar legislation of this session, (in fiscal notes nos. 5091-01, HB 2150, Cass County), (fiscal note 2173-02, HB 1867, City of Harrisonville), the following impact statements were made:**

Officials of the **Department of Revenue - Sales Tax Division** assume no fiscal impact to the department.

**Oversight** assumes this proposal is enabling legislation and would have no fiscal impact unless the governing body would request the voters of their county to approve the imposition of a sales tax. Should voters approve the imposition of a sales tax the county could expect revenue to be generated from the sales tax, and there would be the costs of providing public safety programs.

**Oversight** assumes the Department of Revenue would collect the sales tax and retain a 1% collection fee which would be deposited into the State's General Revenue Fund.

**Oversight** assumes the annual public safety fund balance would be either a positive unknown or a zero.

**Oversight** has no way to determine if any county would receive voter approval to impose a public safety sales tax; therefore, for the purposes of this fiscal note fiscal impact will be shown as zero.

#### **Sections 67.1360, 94.271, 94.1011 - Transient Guest Taxes:**

These sections provide for a voter approved transient guest tax to be imposed on all types of sleeping rooms, which includes hotels, motels, camping parks, etc.. Section 67.1360 would allow the cities of Sugar Creek, and Charleston to impose a voter approved transient guest tax for the promotion of tourism. Section 94.271 allows for the City of Grandview to impose a guest tax for the promotion of tourism, and for capital improvements. Section 94.1011 allows the City of Waynesville to impose a transient guest tax for the purpose of constructing and maintaining a

multi-purpose convention and conference center.

ASSUMPTION (continued)

**In response to similar legislation of this session, fiscal notes nos. 5303-02, SB 1209, and 3173-02, HB 1867, the following fiscal impact statements were made:**

Officials of the **Department of Economic Development - Tourism Division** assume no fiscal impact to their department.

**Oversight** sent the Cities of Sugar Creek, Waynesville, Charleston, and Grandview a response request, and none have responded.

**Oversight** assumes these sections are permissive. Fiscal impact would not be realized without action by the local governing body and with voter approval. **Oversight** assumes this proposal as written does not require that a transient guest tax be imposed, therefore, **Oversight** will show fiscal impact as \$0.

**Section 57.278, 57.280, 488.435, and 650.350 - Deputy Sheriff Salary Supplementation Fund:**

**In response to identical legislation, fiscal note 4974, HB 2171, the following fiscal impact statements were issued:**

Officials from the **Department of Public Safety - Director's Office (DPS)** assume that since MoSMART falls under DPS, and is responsible for oversight, there is the need for an additional accountant to provide this tracking/monitoring. DPS does not agree that there would be no administrative costs as there will be processing of payments to a possible 101 counties, on a specific monthly/quarterly basis, and there will be administrative costs related to this processing/tracking.

DPS assumes the need for an additional Accountant II (at \$42,084 annually) to administer the new fund. DPS assumes a total cost of the FTE (salary, fringe benefits and expense and equipment) of roughly \$70,000 per year.

**Oversight** assumes with the new language added to Subsection 650.350.4, DPS must administer the new fund with existing resources.

ASSUMPTION (continued)

Officials from the **Office of the State Courts Administrator (CTS)** state the proposed legislation would create the "Deputy Sheriff Salary Supplementation Fund". The sheriff shall receive an additional \$10 for service of any summons, writ, subpoena, or other order of the court. While there are still problems interpreting the intent of these provisions, we are providing a response based on what we think the intent is.

In 2007, approximately 135,476 summonses were served by a sheriff. This number does not include the 21st, 25th, or 31st circuits. These circuits were not on JIS, the court automation program, for the entire 2007 year. It is estimated these circuits would increase the total number an additional 30% to approximately 176,119 summonses. The sheriff fee will generate approximately \$1,761,190 for sheriff departments. This estimate does not include possible revenues from service on a writ or order of the court.

Depending on how the legislation is implemented, there may be a cost, but there is no way to quantify the cost at this time. Any significant increase would be reflected in future budget requests.

Officials for the **Office of the State Treasurer** assume the proposal would not fiscally impact their agency.

In response to a similar proposal from this year (SB 935), officials from the **Boone County Sheriff's Department (BCSD)** stated using 2006 figures, 12,454 papers were served by the BCSD, so approximately \$124,540.00 could go to the state treasury for this fund. However, no minimum salary is outlined by this bill to indicate when a deputy's salary qualifies to be supplemented by this fund. Boone County deputies receive more competitive pay than most Sheriff's Departments in this state and therefore would likely not qualify to receive supplemental income from this fund. Therefore, the BCSD estimates an income and outflow of \$124,540 as a result of this proposal as this would be revenue generated by Boone County that would likely not come back to Boone County because our deputies likely won't qualify to receive supplemental income.

**Oversight** will utilize revenue estimates provided by CTS in the fiscal note. This amount could be understated, since CTS stated the estimate did not include possible revenues from service on a writ or order of the court.

ASSUMPTION (continued)

**Oversight** will show a gross amount of income collected by the county sheriff departments and then this revenue being transferred to the new state Deputy Sheriff Salary Supplementation Fund. These proceeds will then be transferred back to various county sheriff departments. Oversight assumes some counties will receive back more funds from the new state fund than what they collected, and conversely, Oversight assumes some counties will receive back zero or very little compared to the amount of revenue they collected and remitted to the new state fund.

**Section 108.250 - Fees State Auditor receives for registering bonds:**

Officials from the **Office of Administration** and **Secretary of State's Office** assume no fiscal impact to their agency.

Officials from the **State Auditor's Office (SAU)** assume using the new method as proposed by this legislation the amount paid for the bonds registered by the auditor's office in FY 07 would have been \$186,185. Under the current method the state auditor's office was paid \$1,013,252 in FY 07 for bond registration leaving a difference of \$826,767. Since the number of bond registrations can vary each year, we also calculated these amounts for FY 06. Based on the same methodology above, the legislation would have resulted in a total fee of \$210,784 in FY 06. During that same year (FY 06), the auditor's office was paid \$1,231,169 for bond registration resulting in a difference of \$1,020,385. While it is difficult to pinpoint an exact cost of this legislation, the General Revenue funding reduction is likely to fall between \$826,767 and \$1,020,385.

**Oversight** assumes based on information received from the State Auditor's Office the number of bond issues has been consistent. Although, this is not an indication of what bond issues will be in the future, it appears there would be a loss of fees to register bonds. Oversight assumes this loss to be unknown but expected to exceed \$500,000.

**137.115 - Changes way County Assessor values Modified Vehicles used for disabled people:**

Officials of the **Missouri State Tax Commission** assume this proposal reduces the assessment percentage of value for certain motor vehicles. Currently all motor vehicles are assessed at 33 1/3 % of their value. This proposal provides that motor vehicles that are "modified" to transport

persons who are physically disabled will be assessed at 12 % of the vehicle's value. This change will result in a loss of revenue to the local political subdivisions.

ASSUMPTION (continued)

The State Tax Commission is unable to project the fiscal impact of this legislation on the local political subdivisions because they do not know the number of vehicles or their assessed value that will be eligible for this reduced assessment.

The Department of Revenue records indicate there are nearly 100,000 vehicles that display disabled license plates and over 200,000 individuals have been issued disabled placards.

This legislation states that vehicles that are "modified" to transport a physically disabled persons would be assessed at a lower percentage rate. However, it does not describe what must be done to the vehicle in order for it to qualify as a vehicle that has been modified.

**Oversight** assumes this proposal would reduce tax income to local political subdivisions that run a levy via the property tax system. **Oversight** assumes there would be some loss of income to the Missouri State Blind Pension Trust Fund. **Oversight** will show fiscal impact as unknown.

**Section 190.056 - Recall procedure for Ambulance District Board members:**

**In response to identical legislation of this session, fiscal note 4785-01, HB 1936, the following fiscal impact statements were made:**

Officials of the **Office of Secretary of State - Elections Division** assume no fiscal impact to their office.

Officials of the **Department of Health and Senior Services** assume no fiscal impact.

Officials of the **Platte County Board of Elections Commission** assume fiscal impact would depend on the number of petitions filed to their board. Impact would be administrative reviewing recall petitions. Officials assume little or no fiscal impact.

Officials of the **Taney County Ambulance District** assume insignificant or no fiscal impact.

**Oversight** assumes this proposal could have fiscal impact to ambulance districts if one would have a board member recalled and an election were held to remove and if the member is removed to replace the member recalled. The amount of costs would be unknown and would depend upon the size of the district, how many other political subdivisions are holding an election at the same time and other variables.

ASSUMPTION (continued)

**Oversight** will show fiscal impact to ambulance districts unknown costs for an election. Many districts may never have a recall election due to the narrow time frame within which a member could be recalled.

**Section 302.341 - Revises provisions relating to moving traffic violation revenues:**

Officials of the **Office of the State Auditor** assume any costs of this proposal could be absorbed due to permissive language of Section 302.341. Officials assume no fiscal impact.

Officials of the **Office of Secretary of State - Rules Division** stated that many bills considered by the General Assembly include provisions allowing or requiring agencies to submit rules and regulations to implement the act. The Secretary of State's office is provided with core funding to handle a certain amount of normal activity resulting from each year's legislative session. The fiscal impact for this fiscal note to Secretary of State's office for Administrative Rules is less than \$2,500. The Secretary of State's office recognizes that this is a small amount and does not expect that additional funding would be required to meet these costs. However, we also recognize that many such bills may be passed by the General Assembly in a given year and that collectively the costs may be in excess of what our office can sustain with our core budget. Therefore, we reserve the right to request funding for the cost of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the governor.

**Oversight** assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriation process. Any decisions to raise fees to defray costs would likely be made in subsequent fiscal years.



Officials of the **Department of Revenue** assume there would be minimal fiscal impact to the department. The department would need to promulgate rules regarding how to administer the program.

Officials of the **Office of State Courts Administrator** assume this proposal would increase the amount of excess revenues generated by fines for moving traffic violations that municipalities must send to the Department of Revenue. Currently, it is any amount in excess of 45% of its total annual general operating budget; the legislation would change that to in excess of 35%.

ASSUMPTION (continued)

Officials stated the additional amount of money that would go to the Department of Revenue is unknown. Officials assume no fiscal impact to the Courts.

Officials of the **Department of Elementary and Secondary Education** assume no fiscal impact to the state or to local schools.

**Oversight** assumes there is no state cost to the foundation formula associated with this proposal. Although the amendments to current law should result in additional remittance to DOR, it is unknown how much DOR would distribute to schools. To the extent fine revenues exceed 2006-2007 collections, any increase in this money distributed to schools increases the deduction in the foundation formula the following year. Therefore the affected districts will see an equal decrease in the amount of funding received through the formula the following year; unless the affected districts are hold-harmless, in which case the districts will not see a decrease in the amount of funding received through the formula (any increase in fine money distributed to the hold-harmless districts will simply be additional money). An increase in the deduction (all other factors remaining constant) reduces the cost to the state of funding the formula. Cities in Jackson County would not be subject to the provisions of subsection 2 of this proposal until 2010.

**Oversight** assumes that as of January, 2007 there were 181 hold harmless school districts; therefore, the full amount of fine collection will not result in an equal savings to General Revenue.

**In response to identical legislation of this session, fiscal note 3910-01, HB 1470, the following fiscal impact statements were made.**

Officials of the **City of West Plains** assume this proposal would not have any impact on their city.

Officials of the **City of Webb City** assume depending on the number of citations issued, cities could have some negative fiscal impact.

Officials of the **City of Centralia** assume no fiscal impact.

ASSUMPTION (continued)

**Section 311.489 - Kansas City Festival District:**

Officials from the **Department of Public Safety - Alcohol and Tobacco Control (ATC)** state this bill would allow for a new license type for promotional associations within a festival district. The festival district must include three or more alcohol licensed businesses and a common area and must be closed to traffic. The promotional association would be required to submit a plan to the city with details about the event and would be permitted to sell liquor for consumption within the district common including on Sunday. Customers would be permitted to leave the licensed establishment with an alcoholic beverage and consume it within the festival district. Minors allowed at the event must be easily distinguished from persons of legal age. The ATC would need an additional Agent to conduct party patrols and walk-throughs during festival events to assure that alcohol is not being provided to underage patrons outside the licensed establishments in the festival district, and that sales are not made to intoxicated persons. Any new license type that increases the availability of alcohol would require additional enforcement staff.

The ATC assumes an annual fee revenue resulting from this proposal of \$900 per year (three licenses) to the General Revenue Fund as well as \$1,350 (150% of state fee) to cities and \$900 (100% of state fee) to counties.

The ATC assumes a total cost of the additional FTE to be \$70,007 in FY 2009 (which includes the purchase of a \$16,000 vehicle), and roughly \$60,000 per year thereafter.

Officials from the **City of Kansas City** did not respond to our request for fiscal impact; however, in response to a similar proposal from 2007 (HB 736), Kansas City assumed no fiscal impact.

**This proposal could increase Total State Revenues.**

ASSUMPTION (continued)

**Section 320.302 - Collection of Volunteer Fire Association Fees:**

**In response to identical legislation of this session, fiscal note 4373-02, HB 2201, the following fiscal impact statements were made:**

Officials of the **Department of Public Safety - Fire Safety** assume no fiscal impact to their agency.

Officials of the **Callaway and Cole County Collector's Offices** assume no fiscal impact.

Officials of the **Boone County Collector's Office** assume if they were to collect subscriber fees of volunteer fire departments they would have costs of billing, collection, mailing and distribution of the fees.

Officials of the **Southern Iron County Fire Protection District** assume no fiscal impact.

Officials of the **City of Centralia** assume no fiscal impact.

**Oversight** assumes this proposal, as written, is enabling legislation and would require a citizen petition to the County Commission, and would require voter approval before there would be fiscal impact.

**Oversight** assumes if a County would collect the membership fees for a volunteer fire department the County Collector would have some administrative fiscal impact from preparing

the personal property tax bill to include the membership fee. **Oversight** assumes the Collector would have some programming costs to include the fee on the tax bill.

**Oversight** assumes that the Collector would realize some administrative impact in distribution of the fee. **Oversight** assumes that impact would be insignificant.

**Oversight** for the purposes of this fiscal note assumes any additional costs would be insignificant and will show fiscal impact as zero.

**Oversight** would note that this proposal does not provide for a collection fee to go to the Collector or the County.

ASSUMPTION (continued)

**Section 473.745 - City of St. Louis - Public Administrator:**

**In response to almost identical legislation of this session, fiscal note 5355-01, HB 2367, the following fiscal impact statements were made:**

Officials of the **City of St. Louis - Budget Division** stated that the **City Public Administrator** estimated the costs of up to \$200,000 annually.

Officials stated that the proposed legislation would require the City of St. Louis to cover the expenses of the Public Administrator. Costs would be paid from the City's General Revenue Fund.

In response to similar legislation, fiscal note 5311-02, St. Louis City officials stated that estimates they received from the Public Administrator's office estimated total annual costs of office operations and salaries at or around \$435,000, and annual revenues from fees, etc. at \$260,000, resulting in a City subsidy of that office of around \$175,000. Since annual fee collections vary the officials estimate costs of up to \$200,000 annually.

**Oversight** assumes no state fiscal impact.

**Section 487.466 - Jackson County Drug Court Judge:**

The proposal removes the requirement that the state be reimbursed by Jackson County for the salary and benefits of the drug court commissioner in the sixteenth judicial circuit.

Officials from the **Office of State Courts Administrator (CTS)** assume, beginning August 28, 2008, the proposed legislation would remove the requirement that the state be reimbursed by Jackson County for salary and benefits of the drug court commissioner in the 16th judicial circuit. The compensation for a drug court commissioner is the same as for an associate circuit judge (\$106,181 per year plus fringe benefits). CTS assumes the total cost of the legislation to be approximately \$163,000 in FY 09 and approximately \$200,000 in subsequent years.

**Oversight** assumes the proposal does not address the current payment of equipment and expenses of the drug court commissioner. Therefore, the fiscal note does not reflect any cost or savings to equipment and expenses.

ASSUMPTION (continued)

**Oversight** assumes the proposal would result in savings to Jackson County because they would no longer be required to reimburse the state for the salary and benefits of the drug court commissioner. Oversight assumes the savings to be approximately \$162,000 in FY 09 and approximately \$200,000 in subsequent years.

**Officials from Jackson County did not respond to Oversight's request for fiscal impact.**

**Section 546.902 - Municipalities in St. Charles County:**

Officials of the **Office of State Courts Administrator** assume no fiscal impact to the Courts.

Officials of the **Department of Highways and Transportation** assume no fiscal impact.

**In response to similar legislation of this session, fiscal note 4649-01, SB 1018, the following fiscal impact statement was provided by the City of Wentzville.**

Officials of the **City of Wentzville** assume their fine revenues would stand to increase since the limit is being doubled. Officials stated they have no way of knowing how much increase in fine revenues would be since the decision of the amount of fine is determined by the Municipal Court Judge.

**Oversight** assumes this proposal increases the maximum fine allowed for ordinance violations.

**Oversight** has no way of determining the amount of revenue that would be generated from the new cap on fines. The amount would be determined by the Municipal Court Judge. **Oversight** will show fiscal impact to certain cities as \$0 or Unknown.

**Oversight** would note that the current maximum allowed for ordinance violations in 3<sup>rd</sup> and 4<sup>th</sup> class cities is \$500. **Oversight** did not find a maximum for Towns and Villages.

**Oversight** assumes no state fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2009 (10 Mo.)	FY 2010	FY 2011
 <b>GENERAL REVENUE FUND</b>			
<b>Savings</b> - To General Revenue Fund from reduced appropriations to the State School Monies Fund. <b>(Section 302.341)</b>	\$0	Unknown	Unknown
 <b>Income</b> - Alcohol & Tobacco Control Liquor license revenue from festival district permits <b>(Section 311.489)</b>	 \$750	 \$900	 \$900
 <b>Costs</b> - Alcohol and Tobacco Control			
Personal Service (1 FTE)	(\$28,871)	(\$35,684)	(\$36,755)
Fringe Benefits	(\$12,767)	(\$15,779)	(\$16,253)
Expense and Equipment	<u>(\$28,369)</u>	<u>(\$7,478)</u>	<u>(\$7,701)</u>
<b>Total Costs</b> - ATC <b>(Section 311.489)</b>	(\$70,007)	(\$58,941)	(\$60,709)
<b>FTE Change</b> ATC	1 FTE	1 FTE	1 FTE

<b><u>Estimated Net Effect to Alcohol and Tobacco Control (Section 311.489)</u></b>	<b><u>(\$69,257)</u></b>	<b><u>(\$58,041)</u></b>	<b><u>(\$59,809)</u></b>
<b><u>Estimated Net FTE Change</u></b> for General Revenue Fund	1 FTE	1 FTE	1 FTE
<b><u>Costs</u></b> – Office of State Courts Administrator (CTS) (Section 478.466)			
Personal Service	(\$91,139)	(\$112,647)	(\$116,027)
Fringe Benefits	(\$70,697)	(\$87,380)	(\$90,002)
<b><u>Total Costs</u></b> – CTS (Section 487.466)	<b><u>(\$161,836)</u></b>	<b><u>(\$200,027)</u></b>	<b><u>(\$206,029)</u></b>
<b><u>FISCAL IMPACT - State Government</u></b> (continued)	FY 2009 (10 Mo.)	FY 2010	FY 2011
<b><u>Transfer In</u></b> - To Department of Revenue Excess fine revenue from certain cities. (Section 302.341)	<b>Unknown</b>	<b>Unknown</b>	<b>Unknown</b>
<b><u>Transfer Out</u></b> - To Certain School Districts Excess fine revenue from certain cities. (Section 302.341)	<b>(Unknown)</b>	<b>(Unknown)</b>	<b>(Unknown)</b>
<b><u>Cost</u></b> - State Auditors Office From registration fees change. (Section 108.250)	<b><u>(Unknown greater than \$500,000)</u></b>	<b><u>(Unknown greater than \$500,000)</u></b>	<b><u>(Unknown greater than \$500,000)</u></b>
<b>ESTIMATED NET EFFECT TO STATE GENERAL REVENUE FUND</b>	<b><u>(\$731,111 to Unknown)</u></b>	<b><u>(\$758,068 to Unknown)</u></b>	<b><u>(\$765,838 to Unknown)</u></b>

**DEPUTY SHERIFF SALARY  
 SUPPLEMENTATION FUND  
 (Section 57.278, 57.280 etal.)**

<b>Income</b> - from \$10 per service of any summons, writ, subpoena, or other order of the court	\$1,467,658	\$1,761,190	\$1,761,190
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<b>Transfer Out</b> - disbursements to local political subdivisions to supplement the salaries of county deputy sheriffs	(\$1,467,658)	(\$1,761,190)	(\$1,791,190)
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<b>ESTIMATED NET EFFECT TO THE DEPUTY SHERIFF SALARY SUPPLEMENTATION FUND</b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>
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<b>FISCAL IMPACT - State Government</b> (continued)	FY 2009 (10 Mo.)	FY 2010	FY 2011
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**MISSOURI BLIND PENSION TRUST  
 FUND (Section 137.115)**

<b>Loss</b> - To Blind Pension Trust Fund From reduction in assessment percentage on certain vehicles.	(Unknown)	(Unknown)	(Unknown)
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<b>ESTIMATED NET EFFECT TO MISSOURI STATE BLIND PENSION TRUST FUND</b>	<b><u>(Unknown)</u></b>	<b><u>(Unknown)</u></b>	<b><u>(Unknown)</u></b>
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**STATE SCHOOL MONIES FUND**

<b>Savings</b> - From lower distribution to certain local school districts from increased fine revenues.	\$0	Unknown	Unknown
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**Loss** - From smaller transfer in from General Revenue due to increase in fine revenue to certain schools.

\$0 (Unknown) (Unknown)

**ESTIMATED NET EFFECT TO STATE SCHOOL MONIES FUND**

**\$0 \$0 \$0**

**FISCAL IMPACT - Local Government**

FY 2009 (10 Mo.) FY 2010 FY 2011

**POLITICAL SUBDIVISIONS (Section 137.115)**

**Loss** - To All Political Subdivisions that run a personal property tax levy.

**(Unknown) (Unknown) (Unknown)**

**FISCAL IMPACT - Local Government (continued)**

FY 2009 (10 Mo.) FY 2010 FY 2011

**AMBULANCE DISTRICTS**

**Cost** - To Ambulance Districts from the recall process of board members of ambulance districts.

**(Unknown) (Unknown) (Unknown)**

**COUNTY SHERIFF DEPARTMENTS (Section 57.278, 57.280 etal.)**

**Income** - \$10 per summons, writ, subpoena or other order of court

\$1,467,658 \$1,761,190 \$1,761,190

<b><u>Expense</u></b> - disbursement of new \$10 per summons, writ or subpoena to the state's Deputy Sheriff Salary Supplementation Fund	(\$1,467,658)	(\$1,761,190)	(\$1,761,190)
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<b><u>Transfer In</u></b> - to various county sheriff departments from state's Deputy Sheriff Salary Supplementation Fund	<u>\$1,467,658</u>	<u>\$1,761,190</u>	<u>\$1,761,190</u>
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<b>ESTIMATED NET EFFECT TO THE COUNTY SHERIFF DEPARTMENTS</b>	<b><u>\$1,467,658</u></b>	<b><u>\$1,761,190</u></b>	<b><u>\$1,761,190</u></b>
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**CERTAIN CITIES GENERAL REVENUE (FINE REVENUES)  
 (Section 302.341)**

<b><u>Loss</u></b> - To Certain Cities from reduction in fine revenues to State Department of Revenue	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
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<b><u>FISCAL IMPACT - Local Government</u></b> (continued)	FY 2009 (10 Mo.)	FY 2010	FY 2011
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<b><u>TOTAL EFFECT</u></b> - To Certain Cities General Revenue Fund ( <b>Section 302.341</b> )	<b><u>(Unknown)</u></b>	<b><u>(Unknown)</u></b>	<b><u>(Unknown)</u></b>
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**CERTAIN SCHOOL DISTRICTS  
 (Section 302.341)**

<b><u>Transfer In</u></b> - To Certain School Districts from excess fine revenue from State School Monies Fund.	Unknown	Unknown	Unknown
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**Loss of Revenue** - To Certain School Districts from reductions in state funds for school districts that are not hold harmless, due to deduction for fine revenue.

\$0                      (Unknown)                      (Unknown)

**Estimate Net Effect to Certain School Districts (Section 302.341)**

Unknown                      \$0                      \$0

**LOCAL POLITICAL  
 SUBDIVISIONS (Section 311.489)**

**Cities** - Increase liquor license revenue from festival district permits

\$1,125                      \$1,350                      \$1,350

**Counties** - Increase liquor license revenue from festival district permits

\$750                      \$900                      \$900

**ESTIMATED NET EFFECT TO  
 LOCAL POLITICAL  
 SUBDIVISIONS (Section 311.489)**

\$1,875                      \$2,250                      \$2,250

**FISCAL IMPACT - Local Government**  
 (continued)

FY 2009                      FY 2010                      FY 2011  
 (10 Mo.)

**CITY OF ST. LOUIS (Section 473.745)**

**Costs** - To City of St. Louis for Public Administrator expenses, and new duties.

Up to                      Up to                      Up to  
(\$200,000)                      (\$200,000)                      (\$200,000)

**Estimated Net Effect to City of St. Louis (Section 473.745)**

Up to                      Up to                      Up to  
(\$200,000)                      (\$200,000)                      (\$200,000)

**JACKSON COUNTY GENERAL  
 REVENUE FUND (Section 487.466)**

**Savings - Jackson County**

Personal Service	\$91,139	\$112,647	\$116,027
Fringe Benefits	\$70,697	\$87,380	\$90,002
<b><u>Total Savings</u> - Jackson County</b>	<b><u>\$161,836</u></b>	<b><u>\$200,027</u></b>	<b><u>\$206,029</u></b>

**CITIES, TOWNS, AND VILLAGES,  
 IN ST. CHARLES COUNTY  
 (Section 546.902)**

**Potential Increase in Revenue - From increase in ordinance violation fines.**      \$0 or Unknown    \$0 or Unknown    \$0 or Unknown

**Estimated Net Effect to Cities, Towns, and Villages in St. Charles County (Section 546.902)**      \$0 or Unknown    \$0 or Unknown    \$0 or Unknown

**ESTIMATED NET EFFECT TO LOCAL GOVERNMENT**      (Unknown) to more than \$1,631,369      (Unknown) to more than \$1,963,467      (Unknown) to more than \$1,969,469

**FISCAL IMPACT - Small Business**

**Sections 67.175, 94.900, and 94.902 - Sales Tax:**

If voters were to approve the imposition of a city or county wide sales tax for public safety purposes, small businesses located within that city or county could expect to collect, administer, and pay the sales tax. Oversight assumes these sections are permissive.

**Sections 67.1360, 94.271, and 94.1011 - Transient Guest Tax:**

If the City of Sugar Creek, Grandview, Charleston, or Waynesville were to seek and receive voter approval to impose a transient guest tax, small businesses in the sleeping rooms business as

defined in this proposal could expect to collect and administer the tax. Oversight assumes these sections are permissive.

**Section 311.489 - Kansas City Festival District:**

Small businesses that desire to create a festival district could be fiscally impacted as a result of this proposal.

FISCAL DESCRIPTION

**Section 57.278, 57.280, 488.435, and 650.350** - Creates the Deputy Sheriff Salary Supplementation Fund to be used only to supplement the salaries of county deputy sheriffs. The fund will consist of money collected from a \$10 increase in the fee charged by sheriffs for the service of any summons, writ, subpoena, or other order of the court in civil cases and will be administered by the Missouri Sheriff Methamphetamine Relief Taskforce. MoSMART would not be allowed to use money from the fund for administration purposes.

**Section 67.175** - Authorizes Cass County to impose a sales tax for public safety purposes upon voter approval.

**Section 94.900** - Authorizes the City of Harrisonville to impose a sales tax for public safety purposes upon voter approval.

**Section 94.902** - Authorizes City of Raytown to impose a sales tax for public safety purposes upon voter approval.

FISCAL DESCRIPTION (continued)

**Section 67.1360** - would allow the cities of Sugar Creek, and Charleston to impose a voter approved transient guest tax for the promotion of tourism.

**Section 94.271** - allows for the City of Grandview to impose a guest tax for the promotion of tourism, and for capital improvements.

**Section 94.1011** - allows the City of Waynesville to impose a transient guest tax for the purpose of constructing and maintaining a multi-purpose convention and conference center.

**Section 108.250** - This section provides changes the fee for the State Auditor to register bonds.

**Section 137.115** - Would lower the assessment percentage on modified vehicles that are medically necessary for transporting physically disabled people to 12 percent.

**Section 190.056** - Allows members of an ambulance district board of directors to be subject to recall from office.

**Section 302.341** - Currently, if a city, town, or village receives more than 45% of its total annual revenue from fines for traffic violations, all revenue from these violations in excess of 45% must be sent to the Department of Revenue. This bill reduces the amount to 35% of the annual general operating revenue, but includes court costs for traffic violations in the amount. Failure to send the excess revenue to the department in a timely manner as determined by the department director may result in the city, town, or village being subject to an annual audit by the State Auditor.

The provisions of the bill become effective January 1, 2010, for municipalities in Jackson County.

**Section 311.489** - This section allows a Kansas City festival district's promotional association to obtain a license to sell intoxicating liquor and nonintoxicating beer for consumption at the businesses and common areas within the festival district. The promotional association may apply for a festival district special license by submitting a plan to the governing body of the city and getting approval by a majority vote. If approved, the association may apply to the Supervisor of Alcohol and Tobacco Control for such license.

FISCAL DESCRIPTION (continued)

Such promotional association may permit customers to leave an establishment within the district after purchasing alcohol and consume the beverage in the district common areas or another establishment, but no person shall be allowed to take a alcoholic beverage outside the festival district boundaries.

If minors are allowed to enter the district, the applicant must ensure they are easily distinguishable from persons of legal age. The permit holder is solely responsible for any alcohol violations occurring within the common areas. The promotional association may be assessed a civil fine of not more than \$5,000 for a violation. If the association is found to be responsible for violations at three separate events, its license shall be revoked and not reissued.

**Section 473.745** - This section requires the City of St. Louis to provide suitable furnishings and to purchase all necessary supplies for the Public Administrator. All necessary expenses of the Public Administrator must be approved by the Comptroller and paid out of the city treasury.

Authorized to employ as many deputies and assistants as the Public Administrator deems necessary and to set their compensation up to a certain limit established by the Board of Aldermen.

When appointed by the Probate Division or the Circuit Court, the Public Administrator must act as trustee or successor trustee for any new additional duties imposed.

**Section 546.902** - This section allows municipalities in St. Charles County to adopt necessary ordinances for the well-being of the community and enforce such ordinances, except for those governing traffic violations on any state or federal highway in St. Charles County, with a fine not to exceed \$1000 or three months of imprisonment. Currently, municipalities in St. Louis County may adopt and enforce such ordinances.

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

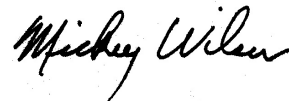
#### SOURCES OF INFORMATION

Office of the Secretary of State  
Office of the State Auditor  
Department of Public Safety  
Office of the State Treasurer  
Office of the State Courts Administrator  
State Tax Commission  
Department of Economic Development - PSC  
    Tourism Division  
Department of Natural Resources  
Department of Revenue  
Office of Administration

RWB:LR:OD (12/02)

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Department of Highways and Transportation  
Department of Health and Senior Services  
Department of Elementary and Secondary Education  
Platte County Board of Elections Commission  
Taney County Ambulance District  
Kansas City Manager's Office  
Boone County Sheriff  
City of Columbia  
City of West Plains  
Webb City  
City of Centralia  
Boone County Collector  
Callaway County Collector  
Cole County Collector  
Southern Iron County Fire Protection District  
City of St. Louis - Budget Division  
St. Louis City Public Administrator  
City of Wentzville



Mickey Wilson, CPA  
Director  
May 2, 2008