

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4958-01
Bill No.: SB 1105
Subject: Taxation and Revenue - Income
Type: Original
Date: February 22, 2008

Bill Summary: Would create an income tax check-off for contributions to the breast cancer awareness trust fund.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Breast Cancer Awareness Trust *	\$0	\$0	\$0
Total Estimated Net Effect on <u>Other</u> State Funds *	\$0	\$0	\$0

* Net of receipts and disbursements.

Numbers within parentheses: () indicate costs or losses.
 This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on FTE	0	0	0

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).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of the State Treasurer** (STO) assume this proposal would create the Breast Cancer Awareness Trust Fund. Moneys credited to the trust fund would be considered nonstate funds.

Receipts would be from an income tax checkoff or direct contributions from individuals or corporations. The Department of Revenue would be required to transfer contributions to the trust fund at least monthly. All moneys transferred to the trust would be distributed by the Director of Revenue to the Friends of the Missouri Women's Council to be used solely for the purpose of breast cancer awareness. The State Treasurer would be the custodian and would be required to approve disbursements from the fund.

STO officials provided an estimate of the cost to implement this proposal including one FTE Accounting Specialist I plus related equipment and expenditures totaling \$48,433 for FY 2009, \$59,864 for FY 2010, and \$61,660 for FY 2011.

Oversight assumes these contributions would be managed in the same manner as other funds in the custody of the State Treasurer and that any additional workload could be absorbed with existing resources. If unanticipated costs are incurred or if multiple proposals are implemented which increase the STO workload, additional resources could be requested through the budget process.

Officials from the **Office of Administration, Division of Budget and Planning** (BAP) assume this proposal would not result in additional costs or savings to their organization. BAP has no basis for estimating the amount of contributions to the Breast Cancer Awareness Trust Fund.

Officials from the **Department of Revenue** (DOR) assume this proposal would have no fiscal impact on their organization.

DOR officials provided an estimate of the IT cost to implement the proposal. Officials from the Office of Administration, Information Technology Services Division (ITSD/DOR) estimated this proposal could be implemented using one existing CIT III for one month for modifications to the MINITS system at a total cost of \$4,186. ITSD/DOR assumes the proposal could be implemented with existing resources; however, if priorities shift, additional FTE/overtime would be required.

ASSUMPTION (continued)

Oversight notes that this proposal would allow taxpayers to designate a portion of their refund as a contribution to the Breast Cancer Awareness Trust Fund which would be created in the State Treasury. Oversight assumes that contributions received would be distributed to the designated charity rather than accumulated in the fund. Accordingly, Oversight assumes this proposal would have no fiscal impact to the state.

<u>FISCAL IMPACT - State Government</u>	FY 2009 (10 Mo.)	FY 2010	FY 2011
BREAST CANCER AWARENESS TRUST FUND			
<u>Receipts - contributions</u>	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
<u>Disbursements - transfers to designated charity</u>	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
ESTIMATED NET EFFECT ON BREAST CANCER AWARENESS TRUST FUND	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2009 (10 Mo.)	FY 2010	FY 2011
	<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.

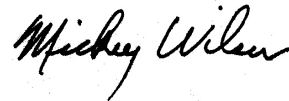
FISCAL DESCRIPTION

This proposal would create an income tax check-off for contributions to the breast cancer awareness trust fund.

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 State Treasurer
Office of Administration
 Division of Budget and Planning
Department of Revenue



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Director
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