

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0336-01  
Bill No.: SB 23  
Subject: Counties; Taxation and Revenue - General  
Type: Original  
Date: January 10, 2013

---

Bill Summary: This proposal allows Pettis County to use revenue from the county transient guest tax on salaries.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
<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>			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
<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 2014</b>	<b>FY 2015</b>	<b>FY 2016</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 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</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 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials from **Pettis County** provided a response to this proposal which indicated that the proposal would lead to increased sales tax revenues. Allowing the Pettis County Tourism Commission to use a portion of the transient guest tax for salaries will insure that tourism marketing for Sedalia and Pettis County will be done in a professional manner. Employing marketing professionals and support staff has the potential to bring in additional visitors for more and larger events from a larger geographical area, therefore increasing sales tax revenues for Pettis county and all the municipalities located therein.

**Pettis County** assumes that an average visitor to the county spends \$58.00 per day and those funds roll over 1.6 times. The county estimates the increase in potential sales tax revenue over a three year period to be \$125,280.

Officials from the **Department of Revenue** assume the proposal would not fiscally impact their agency.

**Oversight** assumes this proposal would remove the current prohibition on using revenues from this tax on salaries. Since this proposal would not increase or decrease revenues or expenditures, it would appear to have no direct fiscal impact on local government funds.

<u>FISCAL IMPACT - State Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

### FISCAL IMPACT - Small Business

An indirect fiscal impact to small businesses could be expected as a result of this proposal if additional visitors for additional events from a greater geographical area visit Pettis County.

FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

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

Pettis County  
Department of Revenue



Ross Strope  
Acting Director  
January 10, 2013