COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3838S.01I Bill No.: SB 911

Subject: Tobacco Products; Political Subdivisions

Type: Original

Date: February 11, 2024

Bill Summary: This proposal modifies provisions relating to tobacco product regulations.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2025	FY 2026	FY 2027	
Total Estimated Net				
Effect on General				
Revenue	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS					
FUND AFFECTED	FY 2025	FY 2026	FY 2027		
Total Estimated Net					
Effect on Other State					
Funds	\$0	\$0	\$0		

Numbers within parentheses: () indicate costs or losses.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS					
FUND AFFECTED	FY 2025	FY 2026	FY 2027		
Total Estimated Net					
Effect on All Federal					
Funds	\$0	\$0	\$0		

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)				
FUND AFFECTED	FY 2025	FY 2026	FY 2027	
Total Estimated Net				
Effect on FTE	0	0	0	

☐ Estimated Net Effect (expenditures or	or reduced revenues) expected to exceed \$250,000 in any
of the three fiscal years after impleme	entation of the act or at full implementation of the act.

☐ Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of
the three fiscal years after implementation of the act or at full implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS					
FUND AFFECTED	FY 2026	FY 2027			
Local Government	\$0	\$0	\$0		

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FISCAL ANALYSIS

ASSUMPTION

§407.932 - Tobacco Products

Officials from the **Department of Revenue (DOR)** state no political subdivision shall enact a law regulating the sale of tobacco products, alternative nicotine products, and vapor products under the provisions of Sections 407.924 to 407.934. Additionally, this proposal makes clear that the sale or transfer of a tobacco license or permit to a new owner upon the sale of a retail establishment cannot be prohibited by a local political subdivision. DOR assumes this will not have a fiscal impact on the DOR.

Officials from the **Department of Public Safety - Division of Alcohol and Tobacco Control**, the **Office of Administration - Budget and Planning** and the **City of O'Fallon** each assume the proposal will have no fiscal impact on their organizations.

Officials from the **City of Kansas City** assume the proposal will have no fiscal impact on their organization but Kansas City would no longer be able to regulate tobacco products, alternative nicotine products, and vapor products.

Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these agencies.

Oversight only reflects the responses received from state agencies and political subdivisions; however, other cities and counties were requested to respond to this proposed legislation but did not. A listing of political subdivisions included in the Missouri Legislative Information System (MOLIS) database is available upon request.

FISCAL IMPACT – State Government	FY 2025 (10 Mo.)	FY 2026	FY 2027
	, , ,		
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT – Local Government	FY 2025	FY 2026	FY 2027
	(10 Mo.)		
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

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FISCAL IMPACT – Small Business

Certain small businesses that sell tobacco and/or alternative nicotine products could be impacted by this proposal.

FISCAL DESCRIPTION

The proposed legislation appears to have no direct 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

Department of Revenue Office of Administration - Budget and Planning Department of Public Safety - Division of Alcohol and Tobacco Control City of O'Fallon Kansas City

Julie Morff Director

February 11, 2024

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