

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0619S.01I
Bill No.: SB 482
Subject: Counties; Political Subdivisions; Tourism; Economic Development
Type: Original
Date: March 10, 2025

Bill Summary: This proposal modifies provisions relating to entertainment districts for certain counties.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Net Effect (expenditures or reduced 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 (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	FY 2028
Local Government*	\$0 or Unknown	\$0 or Unknown	\$0 or Unknown

* Potential revenues from issuing alcohol licenses within an Entertainment District.

FISCAL ANALYSIS

ASSUMPTION

§67.2500 – Theater, Cultural Arts & Entertainment Districts

Officials from the **Department of Revenue (DOR)** state this proposal adds Camden County to the list of counties that can establish a Theater, Cultural Arts and Entertainment District. This allows the County to have an election to see if their residents will support an additional one-half of one percent sales tax for funding a theater or cultural arts center. Should the citizens reject this additional tax, it will not have a fiscal impact.

Should the citizens approve of the tax, it should be noted that **DOR** is not involved in the collection of this sales tax. This is a local tax, and the local political subdivision is responsible for the collection and administration of this tax. Therefore, this will not fiscally impact DOR. DOR defers to Camden County for an estimate of the amount of tax they may collect.

Oversight notes this proposal allows a theater, cultural arts and entertainment district to be established in the counties of Camden, Morgan and Miller. Oversight notes these counties, as well as the cities of Osage Beach, Lake Ozark and the Lake Ozark Police Department, are not currently registered users of the Missouri Legislative Information System (MOLIS). Oversight assumes this proposal would have no direct fiscal impact without action from the governing body of the counties to put forth to the voters of the district. Therefore, Oversight will reflect a \$0 fiscal impact for this proposal.

§311.084 – Entertainment District License

Officials from the **DOR** state this proposal allows the issuance of a license to sell alcohol and would not have a fiscal impact on DOR.

Oversight notes this provision grants a lakefront entertainment district special license that allows the sale of intoxicating liquor by the drink for retail consumption dispensed from one or more portable bars within the common areas of the entertainment district.

Oversight assumes this provision would impact qualifying businesses in an entertainment district within the City of Lake Ozark.

Oversight notes in §311.084 an applicant granted a lakefront entertainment district special license under this section shall pay a license fee of three hundred dollars annually. Oversight will reflect a \$0 or unknown revenue.

Responses regarding the proposed legislation as a whole

Officials from the **Department of Economic Development**, the **Department of Public Safety (Division of Alcohol and Tobacco Control & Missouri Highway Patrol)**, the **Office of the Secretary of State**, the **Missouri Department of Conservation** and the **Missouri Department of Transportation** each assume the proposal will have no fiscal impact on their respective organizations. **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, the city of Camdenton, Eldon Police Department and the Osage Beach Police Department 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.

<u>FISCAL IMPACT – State Government</u>	FY 2026 (10 Mo.)	FY 2027	FY 2028
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2026 (10 Mo.)	FY 2027	FY 2028
LOCAL POLITICAL SUBDIVISIONS			
<u>Revenue</u> – potential revenues from issuing alcohol licenses within an Entertainment District \$311.094.3	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>
ESTIMATED NET EFFECT ON LOCAL POLITICAL SUBDIVISIONS	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>

FISCAL IMPACT – Small Business

Small businesses who are issued a license once the entertainment district is established would be impacted as a result of this proposal.

FISCAL DESCRIPTION

Under current law, certain counties may establish a theater, cultural arts, and entertainment district. This act adds counties that border the Lake of the Ozarks to the list of counties authorized to establish such districts.

Additionally, this act adds that the city of Branson may establish Branson Landing as an entertainment district in which establishments may sell intoxicating liquor by the drink for consumption within the common areas of the entertainment district during certain hours as provided in the act. The holder of the license is solely responsible for alcohol violations occurring at its establishment and in any common areas.

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

Department of Economic Development

Department of Public Safety

Division of Alcohol and Tobacco Control

Missouri Highway Patrol

Office of the Secretary of State

Missouri Department of Conservation

Missouri Department of Transportation



Julie Morff

Director

March 10, 2025



Jessica Harris

Assistant Director

March 10, 2025