

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO.: 2461-01
BILL NO.: SB 609
SUBJECT: Counties; Law Enforcement Officers and Agencies; Taxation and Revenue
TYPE: Original
DATE: January 13, 2000

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
General Revenue	\$0 to unknown	\$0 to unknown	\$0 to unknown
Total Estimated Net Effect on <u>All</u> State Funds	\$0 to unknown*	\$0 to unknown*	\$0 to unknown*

* possible revenue from 1% collection fee

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Local Government*	\$0 to unknown	\$0 to unknown	\$0 to unknown

***This proposal is permissive. Voter approval would be required before fiscal impact would be realized.**

Numbers within parentheses: () indicate costs or losses

This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Department of Revenue (DOR)** state this legislation increases the sales tax rate that a county can levy for county law enforcement from one-half to one percent. DOR staff state this proposal would not fiscally impact their agency.

In response to a similar proposal from 1999, officials of the **Jefferson County Sheriff Department** and the **Missouri Sheriff's Association** stated this proposal would not fiscally impact their agencies.

Oversight assumes that this proposal is permissive. Voter approval is required before any county governing body would be authorized to increase the sales tax rate for county law enforcement. However, there would be fiscal impact if the governing body of a county would seek and receive voter approval to increase the sales tax rate for county law enforcement to one percent. There also would be a positive unknown revenue impact to General Revenue for the 1% collection fee by DOR.

<u>FISCAL IMPACT - State Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
GENERAL REVENUE FUND			
<u>Income to General Revenue Fund</u>			
1 % Collection Fee	\$0 to unknown	\$0 to unknown	\$0 to unknown
 <u>FISCAL IMPACT - Local Government</u>			
	FY 2001 (10 Mo.)	FY 2002	FY 2003
Increased county sales tax collections	\$0 to unknown	\$0 to unknown	\$0 to unknown

This proposal is permissive, however there would be fiscal impact if the governing body of a county would seek and receive voter approval to increase the sales tax rate for county law enforcement. There would be income which would be earmarked for providing law enforcement services.

FISCAL IMPACT - Small Business

L.R. NO. 2461-01
BILL NO. SB 609
PAGE 3 OF 3
January 13, 2000

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This act increases the rate for which a county is authorized to impose a local sales tax for law enforcement purposes from the current one-half of one percent to one percent.

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
Missouri Sheriff's Association
Jefferson County Sheriff Department



Jeanne Jarrett, CPA
Director
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