

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. NO.: 2775-05  
BILL NO.: Perfected SS for SB 549  
SUBJECT: Tobacco Settlement Trust Fund  
TYPE: Original  
DATE: February 2, 2000

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON STATE FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Missouri Settlement	\$143,200,000	\$172,000,000	\$173,500,000
General Revenue	(\$143,200,000)	(\$172,000,000)	(\$173,500,000)
<b>Total Estimated Net Effect on <u>All</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
<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 LOCAL FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses

This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials of the **State Treasurer**, in their response to an identical proposal, stated that the proposal would establish a new accounting fund and would increase the number of transactions processed through the accounting system. It would also increase the amount of funds available for investment. The Treasurer's office would carry out its duties under this proposal with existing resources.

Officials of the **Office of Administration's Division of Accounting**, in responses to similar proposals, stated that they would establish an Internet website with a link from the Division of Accounting home page to display the information required by the proposal. This would be done with existing resources.

Officials of the **Department of Health**, the **Department of Mental Health**, the **Department of Revenue**, and the **Department of Social Services** stated the proposal would not directly affect their agencies.

**Oversight** assumes that settlement funds would be deposited into the General Revenue Fund in the absence of this proposal.

<u>FISCAL IMPACT - State Government</u>	FY 2001	FY 2002	FY 2003
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**MISSOURI SETTLEMENT TRUST FUND**

<u>Income</u> - tobacco settlement funds	\$143,200,000	\$172,000,000	\$173,500,000
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**GENERAL REVENUE FUND**

<u>Loss</u> - tobacco settlement funds	(\$143,200,000)	(\$172,000,000)	(\$173,500,000)
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<u>FISCAL IMPACT - Local Government</u>	FY 2001	FY 2002	FY 2003
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	\$0	\$0	\$0
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FISCAL IMPACT - Small Business

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

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DESCRIPTION

This proposal would create the "Missouri Settlement Trust Fund". The State Treasurer would deposit all moneys received from by the state of Missouri from awards or settlements into the Fund. Monies in the Fund would not revert to general revenue at the end of the biennium.

The General Assembly would not appropriate moneys deposited into the Fund without additional constitutional authority specifying how the money would be spent or January 3, 2001, whichever occurs sooner.

The Commissioner of Administration would maintain data on receipts to the Fund. The Commissioner would update the data at least quarterly and would make the data available on the Internet.

This proposal contains an emergency clause.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space. The proposal would not directly affect Total State Revenues.

SOURCES OF INFORMATION

Department of Mental Health  
Department of Health  
Department of Revenue  
Department of Social Services



Jeanne Jarrett, CPA  
Director  
February 2, 2000