

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. NO. 1305-01  
BILL NO. SB 311  
SUBJECT: Alcohol; Licenses.  
TYPE: Original  
DATE: February 9, 2001

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON STATE FUNDS</b>			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
General Revenue	\$3,000	\$3,600	\$3,600
<b>Total Estimated Net Effect on <u>All</u> State Funds</b>	<b>\$3,000</b>	<b>\$3,600</b>	<b>\$3,600</b>

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
None			
<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 2002	FY 2003	FY 2004
<b>Local Government</b>	<b>\$6,375</b>	<b>\$7,650</b>	<b>\$7,650</b>

Numbers within parentheses: ( ) indicate costs or losses

This fiscal note contains 4 pages.

## FISCAL ANALYSIS

### ASSUMPTION

The **Department of Public Safety - Division of Liquor Control (DPS)** estimates that 12 establishments would seek a special permit as outlined in Section 311.178. The estimated increase in license fees would be approximately \$3,600 (12 X \$300) per year.

DPS further assumes that Section 311.220 allows cities to charge one and one-half the state liquor license fee amounts and counties to charge an amount equal to the state liquor license fee amount. DPS assumes that seventy-five percent of licensees that will obtain an extended hours license are located within a municipality. Therefore, the cities will collect additional revenue of \$4,050 (\$3,600 x 1.5 x 75%). The counties additional revenue collection will equal the state revenue increase of \$3,600.

The **Department of Public Safety - Missouri Water Patrol (DWS)** states this proposal would increase substantially the night time boating traffic on Lake of the Ozarks. It would logically result in an increase in accidents, violations and calls for service. Water Patrol shifts would have to extend to 24 hours a day with a greater night time presence. To extend shifts without additional officers would leave the day and evening shifts significantly understaffed.

The additional manpower to enforce the new law will necessitate a minimum of 7 additional officers in this district. The DWS assumes a need for an additional five (5) Water Patrol Officers (at \$37,068 annually), one (1) Water Patrol Corporal (at \$40,716 annually), one (1) Water Patrol Sergeant (at \$45,156 annually), one (1) dispatcher (at \$29,040 annually) and one (1) clerk typist (at \$20,472 annually) at current market rates as a result of this proposed legislation. The additional dispatcher is needed to handle the additional radio traffic, filing and entering citations and warnings and the one additional clerk typist is needed handle the paperwork that is generated by the 7 additional officers.

The DWS states that related Expense & Equipment including boats, trucks, trailers, computers, office equipment, technical equipment (radar guns, guns, uniforms, etc.) is necessary and is based on specific equipment to administer the impact of this bill. Total anticipated expenses as a result of this proposal per the Missouri Water Patrol, including salary, fringe benefits and equipment, are \$1,237,757 in FY 2002, \$689,626 in FY 2003, and \$700,583 in FY 2004.

**Oversight** assumes that the Water Patrol can request additional FTE and related Expense and Equipment in the normal budget process after studying the actual impact this proposal would have on the Lake of the Ozarks boat traffic. For purposes of this fiscal note, Oversight assumes that the Department of Public Safety - Missouri Water Patrol will not be fiscally impacted by the proposed legislation.

ASSUMPTION (continued)

In response to similar legislation from last session, the **Office of the Attorney General** assumed costs could be absorbed with existing resources.

In response to similar legislation from a prior session, the **Department of Public Safety - Missouri State Highway Patrol** assumed the proposed legislation would have no fiscal impact on their agency

FISCAL IMPACT - State Government                      FY 2002              FY 2003              FY 2004

**GENERAL REVENUE FUND**

Income

License fees	<u>\$3,000</u>	<u>\$3,600</u>	<u>\$3,600</u>
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FISCAL IMPACT - Local Government                      FY 2002              FY 2003              FY 2004

Income to Cities

License fees	\$3,375	\$4,050	\$4,050
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Income to Counties

License fees	<u>\$3,000</u>	<u>\$3,600</u>	<u>\$3,600</u>
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**ESTIMATED NET EFFECT  
 ON LOCAL FUNDS**

	<u>\$6,375</u>	<u>\$7,650</u>	<u>\$7,650</u>
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FISCAL IMPACT - Small Business

The proposed legislation could impact resorts located in Camden, Miller, and Morgan counties.

DESCRIPTION

This proposal allows resorts in Camden, Miller and Morgan counties, which are qualified to sell liquor by the drink, to apply to remain open until 3:00 a.m. The applicant must have gross annual sales of at least \$100,000 and be classified as a resort. A resort is defined as having at least 20 rooms for overnight accommodations, at least 3,000 square feet of meeting space and a restaurant located on the premises.

DESCRIPTION (continued)

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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 Public Safety  
Division of Liquor Control  
Missouri Highway Patrol  
Missouri Water Patrol  
Office of the Attorney General



Jeanne Jarrett, CPA  
Director  
February 9, 2001