

COMMITTEE ON LEGISLATIVE RESEARCH  
 OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4505-02  
Bill No.: Perfected SCS for SB 1203  
Subject: Taxation and Revenue - Property; Taxation and Revenue - Sales and Use; Kansas City; Economic Development  
Type: Original  
Date: March 21, 2002

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON STATE FUNDS</b>			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Blind Pension	(Unknown)	(Unknown)	(Unknown)
<b>Total Estimated Net Effect on <u>All</u> State Funds</b>	<b>(Unknown)</b>	<b>(Unknown)</b>	<b>(Unknown)</b>

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
<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 2003	FY 2004	FY 2005
<b>Local Government</b>	<b>(Unknown)</b>	<b>(Unknown)</b>	<b>(Unknown)</b>

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 4 pages.

**FISCAL ANALYSIS**

ASSUMPTION

In response to a previous version of this proposal, officials from the **Department of Revenue** assume this proposal would have no fiscal impact to their organization.

Officials from the **State Tax Commission**, the **City of Kansas City**, **Jackson County**, **St. Louis County**, the **City of St. Louis**, **Bi-State Development Agency**, and the **Kansas City Area Transportation Authority** did not respond to this proposal.

In response to a similar proposal, officials from the **Office of the State Auditor**, **Department of Transportation**, and the **Department of Economic Development, Division of Motor Carrier and Railway Safety**, assume no fiscal impact to their organizations.

In response to a similar proposal, officials from the **State Tax Commission** assume they are unable to estimate the fiscal impact to the Blind Pension Fund or to political subdivisions because they have no information on what areas have transportation districts, no idea of knowing how much personal property they currently hold, nor any way of estimating how many of these districts would opt in and to what extent.

**Oversight** assumes there would be an unknown fiscal impact to certain political subdivisions where property subject to this proposal is located. The state's Blind Pension Fund would also be impacted, by approximately one-half of one percent of the political subdivision impact. This proposal would also affect total state revenue by the amount of the Blind Pension Fund impact.

<u>FISCAL IMPACT - State Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
<b>BLIND PENSION FUND</b>			
Loss - reduction in property tax revenues	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
<b>ESTIMATED NET EFFECT ON BLIND PENSION FUND</b>	<u><b>(Unknown)</b></u>	<u><b>(Unknown)</b></u>	<u><b>(Unknown)</b></u>

<u>FISCAL IMPACT - Local Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
<b>POLITICAL SUBDIVISIONS</b>			
Loss - reduction in property tax revenues	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
<b>ESTIMATED NET EFFECT ON POLITICAL SUBDIVISIONS</b>	<b><u>(Unknown)</u></b>	<b><u>(Unknown)</u></b>	<b><u>(Unknown)</u></b>

FISCAL IMPACT - Small Business

This proposal would have a fiscal impact on small businesses which lease equipment to the interstate compact agencies.

DESCRIPTION

This proposal would create a tax exemption for qualified transactions involving property leased or transferred by certain interstate compact agencies.

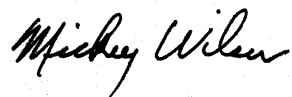
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue

NOT RESPONDING

State Tax Commission  
City of Kansas City  
Jackson County  
St. Louis County  
City of St. Louis  
Bi-State Development Agency  
Kansas City Area Transportation Authority



Mickey Wilson, CPA  
Acting Director  
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