COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0324-01
Bill No.: Perfected SB 93
Subject: Taxation and Revenue - Sales and Use; Counties; Cities; Villages and Towns
Type: Original
Date: April 1, 2003

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
General Revenue*	(Unknown)	(Unknown)	(Unknown)
Total Estimated Net Effect on General Revenue Fund	**(UNKNOWN)**	**(UNKNOWN)**	**(UNKNOWN)**

*Not expected to exceed $100,000 annually.

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
School District Trust*	(Unknown)	(Unknown)	(Unknown)
Conservation*	(Unknown)	(Unknown)	(Unknown)
Parks and Soil*	(Unknown)	(Unknown)	(Unknown)
Highway Funds*	(Unknown)	(Unknown)	(Unknown)
Total Estimated Net Effect on Other State Funds	**(UNKNOWN)**	**(UNKNOWN)**	**(UNKNOWN)**

*Not expected to exceed $100,000 annually.
Numbers within parentheses: ( ) indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on All Federal Funds	**$0**	**$0**	**$0**

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Local Government*	**(UNKNOWN)**	**(UNKNOWN)**	**(UNKNOWN)**

*Not expected to exceed $100,000 annually.

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Department of Revenue** state this proposed legislation will have no administrative impact on their agency.

Officials of the **Office of Administration - Division of Budget and Planning (BAP)** assume this proposal allows a sales tax exemption on tangible personal property and on all items turned into tangible personal property that are donated to the state of Missouri. BAP has no empirical basis for estimating the fiscal impact of this proposal. This proposal would have no impact on BAP.

Oversight assumes, for purposes of this fiscal note, that there would be an unknown revenue loss to all state and local funds, but the amount of the loss is expected to be less than $100,000 annually to any one fund.

This legislation could decrease Total State Revenue.

FISCAL IMPACT - State Government	FY 2004 (10 Mo.)	FY 2005	FY 2006
GENERAL REVENUE FUND			
Loss to General Revenue Fund			
Sales tax exemption*	(Unknown)	(Unknown)	(Unknown)
ESTIMATED NET EFFECT ON GENERAL REVENUE FUND	**(UNKNOWN)**	**(UNKNOWN)**	**(UNKNOWN)**
OTHER STATE FUNDS			
Loss to School District Trust Fund			
Sales tax exemption*	(Unknown)	(Unknown)	(Unknown)
Loss to Conservation Fund			
Sales tax exemption*	(Unknown)	(Unknown)	(Unknown)
Loss to Parks and Soil Funds			
Sales tax exemption*	(Unknown)	(Unknown)	(Unknown)
Loss to Highway Funds			
Sales tax exemption*	(Unknown)	(Unknown)	(Unknown)
ESTIMATED NET EFFECT TO ALL OTHER STATE FUNDS	**(UNKNOWN)**	**(UNKNOWN)**	**(UNKNOWN)**

FISCAL IMPACT - Local Government	FY 2004 (10 Mo.)	FY 2005	FY 2006
Loss to Cities			
Sales tax exemption*	(Unknown)	(Unknown)	(Unknown)
Loss to Counties			
Sales tax exemption*	(Unknown)	(Unknown)	(Unknown)
ESTIMATED NET EFFECT TO LOCAL GOVERNMENT	**(UNKNOWN)**	**(UNKNOWN)**	**(UNKNOWN)**

*Not expected to exceed $100,000 annually.

FISCAL IMPACT - Small Business

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

DESCRIPTION

This proposal exempts all purchases of tangible personal property and all items converted into tangible personal property which are donated to the State of Missouri from state and local sales and use taxes.

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
Office of Administration
Division of Budget and Planning

Mickey Wilson

Mickey Wilson, CPA
Director
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