

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

LR No.: 1050-01
Bill No.: SB 269
Subject: Cities: Law Enforcement
Type: Original
Date: February 7, 2003

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
General Revenue	\$1,250	\$5,000	\$5,000
Total Estimated Net Effect on General Revenue Fund	\$1,250	\$5,000	\$5,000

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0

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 <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Department of Revenue (DOR)** assume no administrative impact for their department. Officials assume the State's General Revenue Fund would have fiscal impact. The DOR would retain a 1% fee for collection of the tax, and is directed to deposit it into the State's General Revenue Fund. The amount of revenue generated is indeterminable and will be shown as Unknown.

Officials of the **City of Excelsior Springs** estimate that the sales tax would generate \$125,000 in FY 2004; \$500,000 in FY 2005; and \$500,000 in FY 2006.

Oversight has prepared this fiscal note as though voters of the City of Excelsior Springs approved the imposition of a sales tax for public safety. Income to the State's General Revenue Fund is based upon withholding a 1% collection fee from figures provided by the City of Excelsior Springs.

FISCAL IMPACT - State Government

FY 2004
(10 Mo.)

FY 2005

FY 2006

GENERAL REVENUE FUND

Income to General Revenue Fund

1% collection fee from DOR

\$1,250

\$5,000

\$5,000

FISCAL IMPACT - Local Government

FY 2004
(10 Mo.)

FY 2005

FY 2006

CITY OF EXCELSIOR SPRINGS

Income to City Public Safety Fund

sales tax up to ½ of 1%

\$125,000

\$500,000

\$500,000

Cost to City Public Safety Fund

providing public safety

\$125,000

\$500,000

\$500,000

**ESTIMATED NET EFFECT TO
LOCAL GOVERNMENT**

\$0

\$0

\$0

FISCAL IMPACT - Small Business

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

DESCRIPTION

This act enables the governing body of Excelsior Springs in Clay County to submit to its qualified voters a ballot question authorizing a one-half cent sales tax. The revenue from such tax must be used for public safety purposes. Several uses are specifically included in the act, but the list is not all inclusive.

The Department of Revenue will collect the tax and submit it to the City Treasurer. The act contains contingencies for when, if ever, the sales tax is abolished, or when, if ever, any erroneous payments or overpayments are made.

DESCRIPTION (continued)

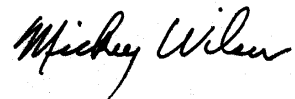
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue
City of Excelsior Springs

NOT RESPONDING

None



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Director
February 7, 2003

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