

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4601-01
Bill No.: HJR 50
Subject: Constitutional Amendments: Taxation and Revenue - General
Type: Original
Date: March 11, 2002

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
General Revenue	(\$86,775)	\$0	\$0
Total Estimated Net Effect on <u>All</u> State Funds	(\$86,775)	\$0	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Office of Administration - Division of Budget and Planning** stated that they would continue to calculate total state revenue. They stated that the fiscal impact would depend upon whether the total state revenue ceiling was exceeded.

Officials of the **Department of Revenue, Office of the State Treasurer** and the **State Auditor** stated that the proposal would have no direct impact on their agencies.

Advertisement costs for the proposal would be \$3,471 per newspaper column inch for three printings of the text of the proposal, the introduction, title, fiscal note summary, and affidavit. The proposal would be on the ballot for the November 2002 general election.

<u>FISCAL IMPACT - State Government</u>	FY 2003	FY 2004	FY 2005
GENERAL REVENUE FUND			
<u>Cost to Secretary of State</u>			
Newspaper Advertisements	(\$86,775)	\$0	\$0
ESTIMATED NET EFFECT ON GENERAL REVENUE FUND	<u>(\$86,775)</u>	<u>\$0</u>	<u>\$0</u>
 <u>FISCAL IMPACT - Local Government</u>	 FY 2003	 FY 2004	 FY 2005
	\$0	\$0	\$0

FISCAL IMPACT - Small Business

Small businesses could be affected by the lack of article X distributions as a result of this proposal.

DESCRIPTION

This proposal would establish the "Budget Control Fund" in the state treasury. If total state revenues exceeded the constitutional limit by more than four percent for fiscal year 2005 or any subsequent year, the excess of one percent or more but not more than four percent would be transferred to the Budget Control Fund. Amounts which exceeded total state revenue by more than four percent would be refunded pro-rata based on Missouri state income tax.

DESCRIPTION (continued)

The General Assembly could appropriate moneys from the Budget Control Fund for any fiscal year only up to the revenue limit.

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

SOURCES OF INFORMATION

Office of Administration
Department of Revenue
Secretary of State
State Auditor
Office of the State Treasurer



Mickey Wilson, CPA
Acting Director
March 11, 2002