

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO.: 3075-01
BILL NO.: HB 1290
SUBJECT: Cities, Towns and Villages; Tax and Revenue-General-Sales and Use-
 Transportation
TYPE: Original
DATE: January 27, 2000

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
General Revenue	\$0	\$654,480	\$1,308,960
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$654,480	\$1,308,960

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Local Government	\$0	\$64,800,000	\$129,600,000

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Department of Revenue (DOR)** state this legislation removes the sunset provision of the transportation sales tax in section 94.655. DOR staff state this proposal would not fiscally impact their agency.

Officials of the **Bi-State Development Agency** state that this proposal would remove the expiration date of the Transportation Sales Tax under Chapter 94 RSMo. Bi-State staff stated in a similar proposal that for fiscal year ending 1998 collections of the Transportation Sales Tax for the City of St. Louis and St. Louis County were \$129.6 million.

This proposal would result in an increase in Total State Revenues since Collection Fees are included in the General Revenue Fund and general revenues are included in the calculation of Total State Revenue.

<u>FISCAL IMPACT - State Government</u>	FY 2001	FY 2002	FY 2003
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<u>Income</u> to General Revenue Fund			
1% Collection Fee	\$0	\$654,480	\$1,308,960

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND	<u>\$0</u>	<u>\$654,480</u>	<u>\$1,308,960</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2001	FY 2002	FY 2003
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<u>Income</u> to Political Subdivisions			
Transportation Sales Tax	\$0	\$64,800,000	\$129,600,000

ESTIMATED NET EFFECT ON LOCAL FUNDS	<u>\$0</u>	<u>\$64,800,000</u>	<u>\$129,600,000</u>
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FISCAL IMPACT - Small Business

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Small businesses would be expected to be fiscally impacted to the extent that they pay local sales tax on taxable items. The removal of the expiration date of the Transportation Sales Tax would cause small businesses to continue to pay the local rate for such taxable items.

DESCRIPTION

This bill removes the expiration date of December 31, 2001, for the transportation sales tax adopted under Sections 94.600 to 94.655 RSMo.

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
Bi-State Development Agency



Jeanne Jarrett, CPA
Director
January 27, 2000