

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO.: 3686-01
BILL NO.: HB 1543
SUBJECT: Disabilities; Estates; Taxation
TYPE: Original
DATE: February 11, 2000

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
General Revenue	(Unknown)	(Unknown)	(Unknown)
Total Estimated Net Effect on <u>All</u> State Funds	(Unknown)	(Unknown)	(Unknown)

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	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of the Attorney General, Office of State Courts Administrator, Department of Revenue, Department of Social Services, Department of Mental Health, and Department of Insurance** assume the proposed legislation would have no fiscal impact on their agencies.

Officials from the **Office of Administration - Budget and Planning (COA-BAP)** indicated the lost revenue resulting from the proposed legislation is unknown. COA-BAP does not have the information regarding the number or size of estates that could be affected.

<u>FISCAL IMPACT - State Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
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GENERAL REVENUE FUND

<u>Loss of Revenue - Estate taxes</u>	(Unknown)	(Unknown)	(Unknown)
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<u>FISCAL IMPACT - Local Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
	\$0	\$0	\$0

FISCAL IMPACT - Small Business

The proposed legislation could have a fiscal impact on small business involved in financial and estate planning services.

DESCRIPTION

The proposed legislation allows a probate court to authorize the conservator of a permanently and totally mentally disabled person to create trusts with charitable beneficiaries on behalf of the disabled person, so as to avoid federal estate taxes upon the disabled person's death.

SOURCES OF INFORMATION

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Office of the Attorney General
Office of the State Courts Administrator
Department of Revenue
Department of Social Services
Department of Mental Health
Department of Insurance
Office of Administration - Budget and Planning

A handwritten signature in black ink, appearing to read "Jeanne Jarrett". The signature is written in a cursive style with a large initial "J".

Jeanne Jarrett, CPA
Director
February 11, 2000