

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 247-01  
Bill No.: HB 135  
Subject: Counties: Tobacco Taxes  
Type: Original  
Date: February 8, 2001

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON STATE FUNDS</b>			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
General Revenue	\$0 or (\$10,700)	\$0 or (\$10,700)	\$0 or (\$10,700)
<b>Total Estimated Net Effect on <u>All</u> State Funds</b>	<b>\$0 or (\$10,700)</b>	<b>\$0 or (\$10,700)</b>	<b>\$0 or (\$10,700)</b>

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
<b>Local Government</b>	<b>\$0 or \$930,000</b>	<b>\$0 or \$930,000</b>	<b>\$0 or \$930,000</b>

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

**FISCAL ANALYSIS**

**ASSUMPTION**

Officials of the **Department of Revenue** stated they have no figures on the number of cigarettes sold in Greene County, however, officials estimate that Greene County is approximately one third the size of Jackson County. Based on the information DOR has from Jackson County the revenue for Greene County would be approximately \$930,000. This equals about 18,600,000 packs of cigarettes sold. General Revenue would receive 1% collection fee or an estimated \$9,300. Officials assume that the State would realize costs from the printing of cigarette tax stamps. Officials estimate printing costs at \$20,000. All income and costs would have impact upon the State's General Revenue Fund.

**Department of Health** officials stated there would be no fiscal impact to their department.

**Oversight** will show annual income to Greene County as \$0 should the county not impose the cigarette tax or \$930,000 the amount estimated by DOR officials.

<u>FISCAL IMPACT - State Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
 <b>GENERAL REVENUE FUND</b>			
 <b><u>Income</u> to DOR</b>			
from 1% collection fee	\$0 or \$9,300	\$0 or \$9,300	\$0 or \$9,300
 <b><u>Cost</u> to DOR</b>			
from printing of cigarette tax stamp	<u>\$0 or (\$20,000)</u>	<u>\$0 or (\$20,000)</u>	<u>\$0 or (\$20,000)</u>
 <b>Estimated Net Effect to the General Revenue Fund *</b>	 <b><u>\$0 or (\$10,700)</u></b>	 <b><u>\$0 or (10,700)</u></b>	 <b><u>\$0 or (\$10,700)</u></b>

\* **Oversight** assumes this proposal is permissive and would have no fiscal impact without action of the local governing body.

FISCAL IMPACT - Local Government

FY 2002  
(10 Mo.)

FY 2003

FY 2004

**CERTAIN COUNTIES**

**Income** to Greene County  
from tax on cigarettes

\$0 or \$930,000

\$0 or \$930,000

\$0 or \$930,000

FISCAL IMPACT - Small Business

Small businesses that sell tobacco products would have additional administrative duties related to the collection and reporting of the cigarette tax.

DESCRIPTION

This bill allows Greene County to impose a local cigarette tax of up to 2.5 mills per cigarette. Under current law, only St. Louis County and Jackson County are authorized to impose the tax.

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  
Department of Health

NOT RESPONDING:

The Greene County Commission



Jeanne Jarrett, CPA  
Director  
February 8, 2001