

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2182-01
Bill No.: HB 952
Subject: Elderly; Health Care; Social Services
Type: Original
Date: April 13, 2005

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
General Revenue	Unknown	Unknown	\$0
Total Estimated Net Effect on General Revenue Fund	Unknown	Unknown	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Various State Funds	Unknown	Unknown	\$0
Total Estimated Net Effect on <u>Other</u> State Funds	Unknown	Unknown	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials with the **Department of Health and Senior Services, Department of Revenue, and Department of Social Services** assume this proposal would have no fiscal impact on their agencies.

Officials with the **Office of Administration – Division of Budget and Planning (BAP)** assume this proposal would have no fiscal impact on their agency. BAP, upon review of the proposal, assume it would create an unknown gain in General Revenue as a result of the sales tax imposed on certain personal care services.

Oversight assumes an increase in state revenues as a result of sales tax imposed by this proposal. **Oversight**, however, was unable to find conclusive sales statistics correlating to the parameters for “personal care services” outlined in this act. **Oversight** assumes this proposal exempts such services from local sales tax, and would become effective July 1, 2005, and would expire on June 30, 2006. A portion of sales taxes imposed at the end of FY06 would be collected by the state in FY07.

<u>FISCAL IMPACT - State Government</u>	FY 2006	FY 2007	FY 2008
GENERAL REVENUE			
<u>Income</u> – Sales tax on personal care services	Unknown	Unknown	\$0
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>Unknown</u>	<u>Unknown</u>	<u>\$0</u>
OTHER STATE FUNDS			
<u>Income</u> – School District Trust Fund Sales tax on personal care services	Unknown	Unknown	\$0
<u>Income</u> – Conservation Fund Sales tax on personal care services	Unknown	Unknown	\$0
<u>Income</u> – Parks and Soil Fund Sales tax on personal care services	<u>Unknown</u>	<u>Unknown</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON OTHER STATE FUNDS	<u>Unknown</u>	<u>Unknown</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2006	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

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


DESCRIPTION

This legislation imposes a sales tax on personal care services from July 1, 2005 to June 30, 2006. This proposal contains an emergency clause.

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 Health and Senior Services
Department of Revenue
Department of Social Services
Office of Administration
Division of Budget and Planning



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