

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1315-01
Bill No.: HB 750
Subject: Business and Commerce; Revenue Dept.; Taxation and Revenue - Sales and Use
Type: Original
Date: March 28, 2007

Bill Summary: Requires retail sales licensees to obtain a certificate that no sales tax is owed before issuance or renewal of the license.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

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

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Revenue (DOR) - Division of Taxation** assume the proposal will have no fiscal impact on their organization.

The **Office of Administration - Division of Information Technology Systems (ITSD) DOR** estimate the Information technology portion of this request can be accomplished with existing resources. However, if priorities shift, additional FTE/overtime would be needed to implement the provisions of this proposal. The ITSD DOR estimates that if priorities shift, this legislation could be implemented utilizing 4 existing Computer Information Technologist (CIT) IIIs for 4 months at a rate of \$66,976. In addition, the ITSD DOR would require an additional CIT III to maintain the program. The ITSD DOR would be unable to complete the programming until January 1, 2009.

Oversight assumes the increased potential for the DOR to collect delinquent taxes as a result of this proposal is an indirect benefit of the proposal and, therefore, will not reflect the potential revenue in this fiscal note.

Officials from the **City of West Plains, Nodaway County** and **St. Louis County** assume the proposal will have no fiscal impact on their organizations.

Officials from the **City of Centralia** state the proposal would result in minimal time expenses.

<u>FISCAL IMPACT - State Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

The proposal will directly impact any small business that have outstanding tax due as they would be required to be in compliance and fully filed/paid before a no tax due statement could be issued. If taxes are due, the small businesses could not obtain a city, county, or other state license allowing them to properly conduct business in the State of Missouri.

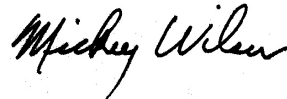
FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

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

Office of Administration -
Information Technology Services Division for the Department of Revenue
Department of Revenue -
Division of Taxation
City of Centralia
City of West Plains
Nodaway County
St. Louis County



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Director
March 28, 2007