# COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

#### **FISCAL NOTE**

L.R. No.: 2794-01

Bill No.: HB 1287

Subject: Gambling

Type: Original

<u>Date</u>: April 10, 2007

Bill Summary: This proposal specifies the range of fines to be imposed by the Missouri

Gaming Commission for violations by gambling boat licensees.

# **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 Other State Funds	\$0	\$0	\$0	

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 4 pages.

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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	

<sup>□</sup> Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

<sup>□</sup> Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2008	FY 2010		
<b>Local Government</b>	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)	

#### FISCAL ANALYSIS

#### **ASSUMPTION**

Officials from the **Missouri Gaming Commission (GAM)** state this proposal establishes fining limits but has no fiscal impact on their agency, because the Constitution requires fines to go to dock city school districts. GAM states that fines that have been levied by their agency have usually been higher than the amounts allowed for in the proposal, so GAM assumes this proposal would result in a reduction in fine revenue received by the local school districts. GAM states that when a fine is levied, the casino will cut a check directly to the local school district, with no pass-through of a state fund.

Based on GAM's response, **Oversight** will assume the proposal would result in a potential loss of fine revenue to local school districts.

ESTIMATED NET EFFECT TO LOCAL SCHOOL DISTRICTS	\$0 to (Unknown)	\$0 to <u>(Unknown)</u>	\$0 to <u>(Unknown)</u>
<u>Loss</u> - potential reduction of fine revenue from casinos	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)
LOCAL SCHOOL DISTRICTS	(10 1/10.)		
FISCAL IMPACT - Local Government	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - State Government	FY 2008 (10 Mo.)	FY 2009	FY 2010

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# FISCAL IMPACT - Small Business

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

# FISCAL DESCRIPTION

This proposal specifies the dollar ranges for fines to be levied on casinos.

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

Missouri Gaming Commission

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Director

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