

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4465-01
Bill No.: HB 2045
Subject: Counties: Sales Tax, Agriculture, Farmland Preservation
Type: Original
Date: March 11, 2008

Bill Summary: Authorizes counties to impose a sales tax to fund purchases of easements for farmland or natural land preservation.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
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 2009	FY 2010	FY 2011
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Departments of Agriculture, and Natural Resources** assume no fiscal impact to their departments.

Officials of the **Department of Conservation** assume no fiscal impact to the Commission.

Officials of the **Department of Revenue - Sales Tax Division** assume no fiscal impact.

Oversight assumes this proposal as written, does not require counties to request voter approval to impose a county-wide sales tax for the purpose of funding county purchases of easements for farmland or natural land preservation.

Oversight assumes the decision by citizen petition, or the County Commission to seek voter approval to impose a sales tax would be discretionary.

Oversight assumes that if a county were to receive voter approval to impose a sales tax for land purchases of easements for farmland and preservation, the state Department of Revenue would collect the tax and would retain a 1% collection fee which would go into the State's General Revenue Fund. County sales tax funds would go into the "County Farmland Preservation Sales Tax Fund" and could only be used for the designated purposes.

Oversight cannot determine if any county would receive voter approval to impose the sales tax, and if they did, the amount of revenue generated by the sales tax, and the rate of taxation is indeterminable and unknown. Because this proposal is permissive Oversight assumes no state or local fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2009 (10 Mo.)	FY 2010	FY 2011
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2009 (10 Mo.)	FY 2010	FY 2011
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

Small businesses within the taxing jurisdiction would have to collect, administer, and pay the additional sales tax, if one were passed by the voters.

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

Department of Revenue - Sales Tax
Missouri Department of Agriculture
Missouri Department of Conservation
Department of Natural Resources

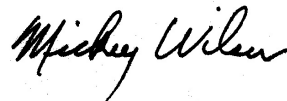
NOT RESPONDING

County Commissions of :

Boone County
Callaway County
Camden County
Cape Girardeau County
Cass County
Clay County
Cole County
Greene County
Jackson County Executive
Jefferson County
New Madrid County

NOT RESPONDING (counties continued)

Pemiscot County
Platte County
St. Charles County Executive
Taney County
Warren County

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
March 11, 2008