

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 4297-01  
Bill No.: SB 465  
Subject: Arts and Humanities; Counties; Entertainment, Sports and Amusements; Political Subdivisions; Taxation and Revenue- Sales and Use  
Type: Original  
Date: January 13, 2012

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Bill Summary: This proposal allows Buchanan County and cities, towns or villages within Buchanan County to establish a Theater, Cultural Arts and Entertainment District.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

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

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
<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 FULL TIME EQUIVALENT (FTE)</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

☐ 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).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
<b>Local Government</b>	<b>\$0</b>	<b>\$0 or Unknown</b>	<b>\$0 or Unknown</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Economic Development - Missouri Arts Council** state the current proposal would not fiscally impact their agency.

**Oversight** assumes the proposal is permissive in nature. It allows local political subdivisions to create a theater, cultural arts and entertainment district as well as allows those districts to impose a sales tax. Oversight will assume a \$0 or unknown fiscal impact to local political subdivisions. These taxes are subject to voter approval. Oversight will also assume the Department of Revenue, through administrative collection, may generally retain 1 percent of the potential sales tax revenue. Oversight assumes this will have a minimal fiscal impact and has not reflected this on the fiscal note. Oversight assumes, if the sales tax is passed, it would take effect in FY 2014.

**Buchanan County** did not respond to Oversight's request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
	<u><b>\$0</b></u>	<u><b>\$0</b></u>	<u><b>\$0</b></u>

<u>FISCAL IMPACT - Local Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
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### **LOCAL POLITICAL SUBDIVISIONS**

Income - The proposal allows for a Theater, Cultural Arts, and Entertainment District in Buchanan County. A sales tax of up to one-half of one percent may be imposed.

\$0   \$0 or Unknown   \$0 or Unknown

### **ESTIMATED NET EFFECT TO THE LOCAL POLITICAL SUBDIVISIONS**

**\$0**   **\$0 or Unknown**   **\$0 or Unknown**

FISCAL IMPACT - Small Business

Small businesses within the district may be required to collect the additional sales tax, dependent upon governing body and voter approval.

FISCAL DESCRIPTION

The proposed legislation adds Buchanan County and the cities, towns, or villages within Buchanan County to the list of governmental entities that are authorized to establish a Theater, Cultural Arts, and Entertainment taxing district.

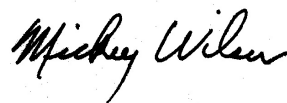
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Economic Development  
Missouri Arts Council

NOT RESPONDING

**Buchanan County**



Mickey Wilson, CPA  
Director  
January 13, 2012