

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4672H.011
Bill No.: HB 2060
Subject: Tobacco Products; Political Subdivisions; Licenses - Miscellaneous; Department of Public Safety
Type: Original
Date: February 29, 2024

Bill Summary: This proposal modifies provisions relating to tobacco product regulations.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
Total Estimated Net Effect on FTE	0	0	0

- Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.
- Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

§407.932 – Tobacco products

Officials from the **Department of Revenue (DOR)** state under this act, no political subdivision shall enact a law regulating the sale of tobacco products, alternative nicotine products, and vapor products under the provisions of §§407.924 to 407.934. Additionally, this proposal makes clear that the sale or transfer of a tobacco license or permit to a new owner upon the sale of a retail establishment cannot be prohibited by a local political subdivision. DOR assumes this will not have a fiscal impact on the Department.

Officials from the **City of Kansas City** state the proposed legislation will have no fiscal impact on the City but the City would no longer be able to regulate tobacco products, alternative nicotine products, and vapor products.

Officials from the **Office of Administration - Budget and Planning (B&P)**, the **Department of Mental Health** and the **Department of Public Safety – Division of Alcohol and Tobacco Control** each assume the proposal will have no fiscal impact on their organizations. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note.

Oversight only reflects the responses received from state agencies and political subdivisions; however, other cities and counties were requested to respond to this proposed legislation but did not. A listing of political subdivisions included in the Missouri Legislative Information System (MOLIS) database is available upon request.

<u>FISCAL IMPACT – State Government</u>	FY 2025 (10 Mo.)	FY 2026	FY 2027
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2025 (10 Mo.)	FY 2026	FY 2027
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT – Small Business

Small businesses that sell tobacco products, alternative nicotine products and vapor products could be impacted by this proposal.

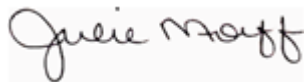
FISCAL DESCRIPTION

The proposed legislation appears to have no direct fiscal impact.

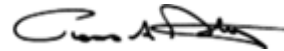
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of Administration - Budget and Planning
Department of Mental Health
Department of Revenue
Department of Public Safety – Division of Alcohol and Tobacco Control
City of Kansas City



Julie Morff
Director
February 29, 2024



Ross Strobe
Assistant Director
February 29, 2024