

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1680H.02C  
 Bill No.: HCS for HB 643  
 Subject: Alcohol; Entertainment, Sports And Amusements; Public Safety, Department Of;  
 Licenses - Liquor And Beer; Political Subdivisions; County Government;  
 Counties; Lakes, Rivers And Waterways  
 Type: Original  
 Date: February 21, 2025

Bill Summary: This proposal modifies provisions relating to the establishment of Lakefront Entertainment Districts.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
<b>Total Estimated Net Effect on General Revenue</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
<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.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
<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 2026	FY 2027	FY 2028
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

- 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.

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
<b>Local Government*</b>	<b><u>\$0 or Unknown</u></b>	<b><u>\$0 or Unknown</u></b>	<b><u>\$0 or Unknown</u></b>

\* Potential revenues from issuing alcohol licenses within a Lakefront Entertainment District.

**FISCAL ANALYSIS**

**ASSUMPTION**

**§§67.2500 & 311.094 – Theater, Cultural Arts, Entertainment and Lakefront Entertainment Districts**

Officials from the **Department of Revenue (DOR)** state if the citizens approve the tax (under §67.2500), it should be noted that DOR is not involved in the collection of this sales tax. This is a local tax, and the local political subdivision is responsible for the collection and administration of this tax. Therefore, this will not fiscally impact DOR. DOR defers to Camden County for an estimate of the amount of tax the county may collect. DOR states §311.094 will not have a fiscal impact on this proposal.

**Oversight** notes this proposal allows a Theater, Cultural Arts, and Entertainment District and a Lakefront Entertainment District to be established in the counties of Camden, Miller and/or Morgan. Oversight notes these counties are currently not registered with the Missouri Legislative Information System (MOLIS).

**Oversight** assumes §67.2500 of the proposal would have no direct fiscal impact without action from the governing body of the counties. Therefore, Oversight will reflect a \$0 fiscal impact for this section of the proposal.

**Oversight** also assumes §311.094.3 grants a special license to the applicants within the Lakefront Entertainment District and will cost \$300 annually to sell intoxicating liquor by the drink for retail. Oversight will reflect a \$0 or unknown revenue for Camden, Miller or Morgan counties for this proposal.

Officials from the **Missouri Department of Transportation, Department of Public Safety (Division of Alcohol and Tobacco Control)** and the **Office of the Secretary of State** each assume the proposal will have no fiscal impact on their respective organizations. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these agencies.

In response to the previous version, officials from the **Missouri Department of Conservation** assumed the proposal would have no fiscal impact on their organization. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note.

<u>FISCAL IMPACT – State Government</u>	FY 2026 (10 Mo.)	FY 2027	FY 2028
	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

<u>FISCAL IMPACT – Local Government</u>	FY 2026 (10 Mo.)	FY 2027	FY 2028
<b>CAMDEN, MILLER OR MORGAN COUNTY FUNDS</b>			
<u>Revenue</u> – potential revenues from issuing alcohol licenses within a Lakefront Entertainment District §311.094.3	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>
<b>ESTIMATED NET EFFECT ON CAMDEN, MILLER OR MORGAN COUNTY FUNDS</b>	<b><u>\$0 or Unknown</u></b>	<b><u>\$0 or Unknown</u></b>	<b><u>\$0 or Unknown</u></b>

FISCAL IMPACT – Small Business

Small businesses who apply for a license to sell alcohol within a Lakefront Entertainment District could be impacted as a result of this proposal.

FISCAL DESCRIPTION

This bill adds any county that borders the Lake of the Ozarks to an existing statutory authorization allowing the creation of a theater, cultural arts, and entertainment district.

The bill also defines a "Lakefront Entertainment District". The Supervisor of Alcohol and Tobacco Control may issue a Lakefront Entertainment District Special License to applicants who meet requirements specified in the bill. License holders will be authorized to sell intoxicating liquor by the drink for retail consumption during specified hours. Any applicant granted a license must pay a \$300 yearly license fee per district in addition to the fees required for each individual licensee.

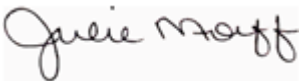
Patrons of establishments that serve alcohol located within a Lakefront Entertainment District are authorized to leave those establishments with alcoholic beverages and bring the beverages with them into other areas of the Lakefront Entertainment District.

Additional requirements for license holders in Lakefront Entertainment Districts are provided in the bill. The governing body of the local government in which the Lakefront Entertainment District is located is authorized to adopt ordinances for the approval or rejection of such districts as well as additional rules and regulations related to the districts.

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  
Department of Public Safety  
    Division of Alcohol and Tobacco Control  
Missouri Department of Conservation  
Missouri Department of Transportation  
Office of the Secretary of State



Julie Morff  
Director  
February 21, 2025



Jessica Harris  
Assistant Director  
February 21, 2025