

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 7250H.011  
Bill No.: HB 3467  
Subject: Political Subdivisions; Counties; Disabilities; Boards, Commissions, Committees,  
and Councils; Property, Real and Personal  
Type: Original  
Date: March 10, 2026

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Bill Summary: This proposal modifies provisions relating to county developmental  
disability resource board taxes.

**FISCAL SUMMARY**

**ESTIMATED NET EFFECT ON GENERAL REVENUE FUND**

FUND AFFECTED	FY 2027	FY 2028	FY 2029
<b>Total Estimated Net Effect on General Revenue</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**ESTIMATED NET EFFECT ON OTHER STATE FUNDS**

FUND AFFECTED	FY 2027	FY 2028	FY 2029
<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.

**ESTIMATED NET EFFECT ON FEDERAL FUNDS**

FUND AFFECTED	FY 2027	FY 2028	FY 2029
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)**

FUND AFFECTED	FY 2027	FY 2028	FY 2029
<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.

**ESTIMATED NET EFFECT ON LOCAL FUNDS**

FUND AFFECTED	FY 2027	FY 2028	FY 2029
<b>Local Government</b>	<b>\$0 or Unknown</b>	<b>\$0 or Unknown</b>	<b>\$0 or Unknown</b>

## FISCAL ANALYSIS

### ASSUMPTION

#### §205.974 - County Developmental Disability Resource Board Tax Levies

Officials from the **Department of Revenue (DOR)** assume this proposal allows a board established under Section 205.968 to 205.974 to take to the voters a sales tax. DOR believes these are the sheltered workshops. They would get to take to the voters of their area a state sales tax up to one-half of one percent.

DOR notes that this proposal would become effective on August 28, 2026, and the first election this issue could be presented to the voters would be the April 2027 general municipal election. This sales tax would be collected by the local political subdivision implementing the tax and not DOR. DOR defers to the local political subdivisions for fiscal impact.

Officials from the **Callaway County SB 40 Board** assume the proposed addition of §205.974 to Chapter 205, RSMo, would authorize county developmental disability boards to seek voter approval of a sales tax of up to one-half of one percent to support developmental disability services. If approved by voters, this mechanism could provide an alternative local revenue source to help offset potential reductions in property tax revenues and support the continued delivery of sheltered workshop services, residential supports, employment programs, and other community-based services for individuals with IDD. Any fiscal benefit would depend on voter approval and local retail sales activity.

These services advance the statutory purpose of promoting independence, community integration, and quality of life while strengthening the social and economic well-being of Callaway County. Reductions to existing property tax revenue would require a sustainable and equitable replacement funding structure to ensure Senate Bill 40 organizations can continue to meet their statutory obligations and maintain essential community-based supports.

Officials from the **Jasper County SB 40 Board** assume the proposal has a potential positive impact on SB 40 boards, which provide essential services for Missourians with developmental disabilities.

Jasper County's SB 40 Board views this legislation as a positive and beneficial tool that would enhance the board's ability to meet the growing needs of individuals with developmental disabilities in Jasper County. HB 3467 does not restrict or reduce the board's existing property tax funding authority. Instead, it provides an additional optional revenue source that can only be implemented through a local vote, ensuring transparency and community control.

As service demands and operational costs continue to rise - particularly in areas such as workforce retention, transportation, and facility needs - the board's existing property-tax-only revenue base is increasingly insufficient. A sales tax option would allow the board to diversify

funding, strengthen long-term financial stability, and better support the board’s network of providers, including sheltered workshops and residential programs specifically named in the bill.

Importantly, HB 3467 maintains strict safeguards by requiring that all revenue be deposited into the same restricted SB 40 fund and used solely for the purposes stated on the ballot, protecting both accountability and mission alignment.

Officials from the **St. Louis Mental Health Board (St. Louis Office for Developmental Disability Resources)** assume this bill would provide an option for the voters to replace revenue should property taxes be reduced or eliminated. The board’s only revenue is from property taxes so it is important for SB 40 Boards to have a way to replace funds. Fiscal impact would be dependent upon voter approval.

**Oversight** assumes this proposal allows a developmental disability resource board to, upon voter approval, impose a sales tax of up to 0.5% for the purpose of establishing, improving, and maintaining the county sheltered workshop, residence, facility, or related services.

Oversight is unable to determine the fiscal impact of the proposed sales tax or how many counties may participate. Therefore, Oversight will show a range of \$0 (not approved by voters) to an unknown gain of revenue to counties.

Officials from the **City of Kansas City, Platte County Board of Elections, St. Louis County Board of Elections, and the St. Louis City Board of Elections** 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.

**Oversight** only reflects the responses that we have received from state agencies and political subdivisions; however, other local political subdivisions were requested to respond to this proposed legislation but did not. Upon the receipt of additional responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval to publish a new fiscal note. A general listing of political subdivisions included in our database is available upon request.

<u>FISCAL IMPACT – State Government</u>	FY 2027 (10 Mo.)	FY 2028	FY 2029
	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

<u>FISCAL IMPACT – Local Government</u>	FY 2027 (10 Mo.)	FY 2028	FY 2029
<b>LOCAL POLITICAL SUBDIVISIONS</b>			
<u>Revenue Gain</u> – (\$205.974) Developmental disability resource board sales tax, <b>if</b> approved by voters p.4	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>	<u>\$0 or Unknown</u>
<b>ESTIMATED NET EFFECT ON LOCAL POLITICAL SUBDIVISIONS</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

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

FISCAL DESCRIPTION

The proposed legislation allows a developmental disability resource board to, upon voter approval, impose a sales tax of up to 0.5% for the purpose of establishing, improving, and maintaining the county sheltered workshop, residence, facility, or related services.

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  
 City of Kansas City  
 Platte County Board of Elections  
 St. Louis County Board of Elections  
 St. Louis City Board of Elections

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Callaway County SB 40 Board

Jasper County SB 40 Board

St. Louis Mental Health Board (St. Louis Office for Developmental Disability Resources)



Julie Morff

Director

March 10, 2026



Jessica Harris

Assistant Director

March 10, 2026