

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0628-02
Bill No.: HB 181
Subject: Law Enforcement Officers and Agencies; Revenue Dept.; Taxation and Revenue
– General; Taxation and Revenue – Income
Type: Original
Date: February 8, 2005

FISCAL SUMMARY

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND | | | |
|---|-------------------|------------|------------|
| FUND AFFECTED | FY 2006 | FY 2007 | FY 2008 |
| General Revenue | (\$63,484) | \$0 | \$0 |
| | | | |
| Total Estimated Net Effect on General Revenue Fund | (\$63,484) | \$0 | \$0 |

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS | | | |
|---|------------|------------|------------|
| FUND AFFECTED | FY 2006 | FY 2007 | FY 2008 |
| Airborne Law Enforcement Fund* | \$0 | \$0 | \$0 |
| | | | |
| Total Estimated Net Effect on <u>Other</u> State Funds | \$0 | \$0 | \$0 |

* – Assumes an unknown amount of contributions distributed to the fund annually.
Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

| ESTIMATED NET EFFECT ON FEDERAL FUNDS | | | |
|---|----------------|----------------|----------------|
| FUND AFFECTED | FY 2006 | FY 2007 | FY 2008 |
| | | | |
| | | | |
| Total Estimated Net Effect on <u>All</u> Federal Funds | \$0 | \$0 | \$0 |

| ESTIMATED NET EFFECT ON LOCAL FUNDS | | | |
|--|----------------|----------------|----------------|
| FUND AFFECTED | FY 2006 | FY 2007 | FY 2008 |
| Local Government | \$0 | \$0 | \$0 |

FISCAL ANALYSIS

ASSUMPTION

Officials with the **Department of Transportation, Department of Public Safety – Director’s Office, and State Treasurer’s Office** assume this proposal would have no fiscal impact on their agencies.

Officials with the **Department of Revenue (DOR)** assume this legislation establishes a new income tax checkoff on individual and corporate tax returns for the Airborne Law Enforcement Fund.

DOR’s Division of Taxation mainframe computer systems will need to be modified to allow for the checkoff and distribution reports. MINITS will take an estimated 1,384 hours of programming and testing on the system at a cost of \$46,170. COINS will take an estimated 519 hours of programming and testing on the system at a cost of \$17,313.

Officials with the **Department of Public Safety – Missouri State Highway Patrol (MSHP)** assume that any money collected and deposited into the Airborne Law Enforcement Fund would be passed through to MSHP into an appropriation with authority to spend it as needed on airborne law enforcement-related activities. It is assumed that the new fund would be an additional source

ASSUMPTION (continued)

of funding for MSHP. MSHP states that it cannot project that number of taxpayers that would contribute. Therefore, the total fiscal impact on its agency is unknown.

| <u>FISCAL IMPACT - State Government</u> | FY 2006 (10 Mo.) | FY 2007 | FY 2008 |
|--|--------------------------|-------------------|-------------------|
| GENERAL REVENUE | | | |
| <u>Cost</u> – Department of Revenue | (\$63,484) | \$0 | \$0 |
| ESTIMATED NET EFFECT ON GENERAL REVENUE | <u>(\$63,484)</u> | <u>\$0</u> | <u>\$0</u> |
| AIRBORNE LAW ENFORCEMENT FUND* | | | |
| <u>Income</u> – Contributions | Unknown | Unknown | Unknown |
| <u>Transfers Out</u> – Expenditures Related to Airborne Law Enforcement | <u>(Unknown)</u> | <u>(Unknown)</u> | <u>(Unknown)</u> |
| ESTIMATED NET EFFECT ON AIRBORNE LAW ENFORCEMENT FUND* | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| * – Fund to be created by this legislation | | | |
| | | | |
| <u>FISCAL IMPACT - Local Government</u> | FY 2006 (10 Mo.) | FY 2007 | FY 2008 |
| | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

FISCAL IMPACT - Small Business

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

DESCRIPTION

This legislation establishes a new income tax refund checkoff on individual and corporate tax returns, with proceeds going to a new Airborne Law Enforcement Fund.

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 Transportation
Department of Public Safety
 Director's Office
 Missouri State Highway Patrol
State Treasurer's Office



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Director
February 8, 2005