

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1835-01
Bill No.: HB 658
Subject: Agriculture and Animals; Revenue Dept.; Taxation and Revenue – General;
Taxation and Revenue – Income
Type: Original
Date: March 14, 2005

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

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

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 Agriculture, Department of Economic Development, and Department of Revenue** assume this proposal would have no fiscal impact on their agencies.

Oversight assumes that—under current statute—a contributor that receives Agricultural Products Utilization Contributor Tax Credits may not be a member, owner, investor or lender of an eligible new generation processing entity that receives financial assistance from the Missouri Agricultural and Small Business Development Authority (MASBDA), either at the time of the contribution or for a period of two years thereafter. This proposal removes such a restriction.

Oversight assumes this proposal increases the pool of prospective contributors that could receive tax credits and their marketability. However, **Oversight** assumes this proposal has no net impact on the state since it does not increase or reduce the amount of tax credits available.

<u>FISCAL IMPACT - State Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<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

New generation cooperatives or entities could see an increase in available tax credits as a result of this proposal.

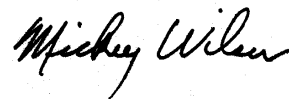
DESCRIPTION

This legislation removes the prohibition that a contributor receiving a tax credit for a cash contribution to the Agricultural and Small Business Development Authority cannot be an owner, member, investor, or lender of an eligible new generation cooperative or eligible new generation processing entity that receives financial assistance from the authority for a period of two years after the contribution.

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 Agriculture
Department of Economic Development
Department of Revenue



Mickey Wilson, CPA
Director

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