

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0420-01  
Bill No.: HB 193  
Subject: Taxation and Revenue - Sales and Use; Health Care; Counties  
Type: Original  
Date: March 3, 2009

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Bill Summary: Allows Jefferson County, upon voter approval, to impose a retail sales tax to fund public health and safety projects and programs of the county public health center.

**FISCAL SUMMARY**

| <b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>       |                       |                       |                       |
|---|-----------------------|-----------------------|-----------------------|
| <b>FUND AFFECTED</b>                                      | <b>FY 2010</b>        | <b>FY 2011</b>        | <b>FY 2012</b>        |
| General Revenue   | \$0 or Unknown        | \$0 or Unknown        | \$0 or Unknown        |
|   |                       |                       |                       |
| <b>Total Estimated Net Effect on General Revenue Fund</b> | <b>\$0 or Unknown</b> | <b>\$0 or Unknown</b> | <b>\$0 or Unknown</b> |

| <b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>              |                |                |                |
|---|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>  | <b>FY 2010</b> | <b>FY 2011</b> | <b>FY 2012</b> |
|   |                |                |                |
|   |                |                |                |
| <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.  
This fiscal note contains 6 pages.

| ESTIMATED NET EFFECT ON FEDERAL FUNDS                                 |            |            |            |
|---|------------|------------|------------|
| FUND AFFECTED   | FY 2010    | FY 2011    | FY 2012    |
|   |            |            |            |
|   |            |            |            |
| <b>Total Estimated<br/>Net Effect on <u>All</u><br/>Federal Funds</b> | <b>\$0</b> | <b>\$0</b> | <b>\$0</b> |

| ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE) |          |          |          |
|--|----------|----------|----------|
| FUND AFFECTED                                      | FY 2010  | FY 2011  | FY 2012  |
|  |          |          |          |
|  |          |          |          |
| <b>Total Estimated<br/>Net Effect on<br/>FTE</b>   | <b>0</b> | <b>0</b> | <b>0</b> |

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

| ESTIMATED NET EFFECT ON LOCAL FUNDS |            |            |            |
|-------------------------------------|------------|------------|------------|
| FUND AFFECTED                       | FY 2010    | FY 2011    | FY 2012    |
| <b>Local Government</b>             | <b>\$0</b> | <b>\$0</b> | <b>\$0</b> |

## FISCAL ANALYSIS

### ASSUMPTION

#### **Section 67.585 - Jefferson County Public Health Center Sales Tax:**

**Oversight** sent the **County Commission of Jefferson County**, and the **County Health Department of Jefferson County** a fiscal note request and neither have answered our request.

Officials of the **Office of the State Treasurer** assume no fiscal impact.

Officials of the **Department of Health and Senior Services** assume no fiscal impact.

Officials of the **Department of Revenue - Sales Tax Division** assume no fiscal impact.

**Oversight** assumes section 67.585 is enabling legislation and would have no fiscal impact without action by the Board of Trustees of the Public Health Center, and with voter approval. Because this proposal is permissive fiscal impact of section 67.585 is considered to be zero.

**Oversight** will show in the fiscal analysis section of this fiscal note the results of a voter approved sales tax in Jefferson County for the benefit of the County's Public Health Center.

**Oversight** has no way of knowing if the voters would approve the imposition of a sales tax that could not exceed one-half of one percent. **Oversight** has no way of determining the rate of sales tax that would be approved by the voters.

This proposal provides for a property tax reduction in the levy that operates the Public Health Center in an amount sufficient to decrease the total property taxes it would collect. **Oversight** has no way of determining the amount of property tax reduction that would be provided, nor can **Oversight** determine the amount of revenue that would be generated by the sales tax.

**Oversight** will show all amounts as either \$0 (if the voters were not to approve the imposition of a sales tax), or a positive or negative unknown.

For purposes of this fiscal note **Oversight** will show the annual balance to the Jefferson County Public Health Center Improvement Sales Tax Fund as an annual zero balance

|   |                     |         |         |
|---|---------------------|---------|---------|
| <u>FISCAL IMPACT - State Government</u> | FY 2010<br>(10 Mo.) | FY 2011 | FY 2012 |
|---|---------------------|---------|---------|

GENERAL REVENUE FUND

|   |                       |                       |                       |
|---|-----------------------|-----------------------|-----------------------|
| <b><u>Income</u></b> - To Department of Revenue<br>From 1% sales tax collection fee | <u>\$0 or Unknown</u> | <u>\$0 or Unknown</u> | <u>\$0 or Unknown</u> |
|---|-----------------------|-----------------------|-----------------------|

|   |                              |                              |                              |
|---|------------------------------|------------------------------|------------------------------|
| <b>ESTIMATED NET EFFECT TO<br/>GENERAL REVENUE FUND</b> | <b><u>\$0 or Unknown</u></b> | <b><u>\$0 or Unknown</u></b> | <b><u>\$0 or Unknown</u></b> |
|---|------------------------------|------------------------------|------------------------------|

|   |                     |         |         |
|---|---------------------|---------|---------|
| <u>FISCAL IMPACT - Local Government</u> | FY 2010<br>(10 Mo.) | FY 2011 | FY 2012 |
|---|---------------------|---------|---------|

**JEFFERSON COUNTY PUBLIC  
HEALTH CENTER -  
IMPROVEMENT SALES TAX FUND**

|   |                |                |                |
|---|----------------|----------------|----------------|
| <b><u>Income</u></b> - To Jefferson County Public<br>Health Center Improvement Sales Tax<br>Fund.<br>From voter approved sales tax. | \$0 or Unknown | \$0 or Unknown | \$0 or Unknown |
|---|----------------|----------------|----------------|

|  |                     |                     |                     |
|--|---------------------|---------------------|---------------------|
| <b><u>Reduction in Property Tax Levy</u></b> - To<br>Jefferson County Public Health Center<br>Improvement Sales Tax Fund * | \$0 or<br>(Unknown) | \$0 or<br>(Unknown) | \$0 or<br>(Unknown) |
|--|---------------------|---------------------|---------------------|

|   |                             |                             |                             |
|---|-----------------------------|-----------------------------|-----------------------------|
| <b><u>Cost</u></b> - To Jefferson County Public Health<br>Center Improvement Sales Tax Fund<br>From providing public health programs<br>and services. | <u>\$0 or<br/>(Unknown)</u> | <u>\$0 or<br/>(Unknown)</u> | <u>\$0 or<br/>(Unknown)</u> |
|---|-----------------------------|-----------------------------|-----------------------------|

|   |                   |                   |                   |
|---|-------------------|-------------------|-------------------|
| <b>ESTIMATED NET EFFECT TO<br/>LOCAL GOVERNMENT</b> | <b><u>\$0</u></b> | <b><u>\$0</u></b> | <b><u>\$0</u></b> |
|---|-------------------|-------------------|-------------------|

FISCAL IMPACT - Local Government  
(continued)

FY 2009  
(10 Mo.)

FY 2010

FY 2011

**\* Section 67.585 allows the voters to approve a sales tax for the county's Public Health Center and for public health programs. This bill requires the Public Health Center's Board of Trustees to reduce the total property tax levy in an amount sufficient to decrease the total property taxes it will collect. The reduction must be one of the following: Fifty Percent, Sixty Percent, Seventy Percent, Eighty Percent, Ninety Percent, or One Hundred Percent.**

FISCAL IMPACT - Small Business

**Oversight** assumes if the Jefferson County Public Health Center Board of Trustees were to obtain voter approval to levy a sales tax for public health purposes, small businesses would receive a property tax reduction, and would have to collect, pay, and administer the sales tax.

FISCAL DESCRIPTION

This bill authorizes Jefferson County, upon voter approval, to impose by order or resolution a retail sales tax of up to .5% for funding the public health and safety projects and programs of the county public health center. The tax can only be imposed in conjunction with a property tax reduction for each year in which the sales tax is imposed. The sales tax revenue must be deposited into the newly created County Public Health Center Improvement Sales Tax Fund to be used solely for the specified purposes, except that 1% will be deposited into the General Revenue Fund for the cost of collection.

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

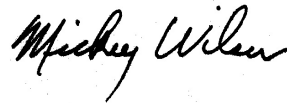
SOURCES OF INFORMATION

Office of the State Treasurer  
Department of Health and Senior Services  
Department of Revenue - Sales Tax Division

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NOT RESPONDING

Jefferson County Health Department  
Jefferson County Commission

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive style with a large, stylized 'M' and 'W'.

Mickey Wilson, CPA  
Director  
March 3, 2009