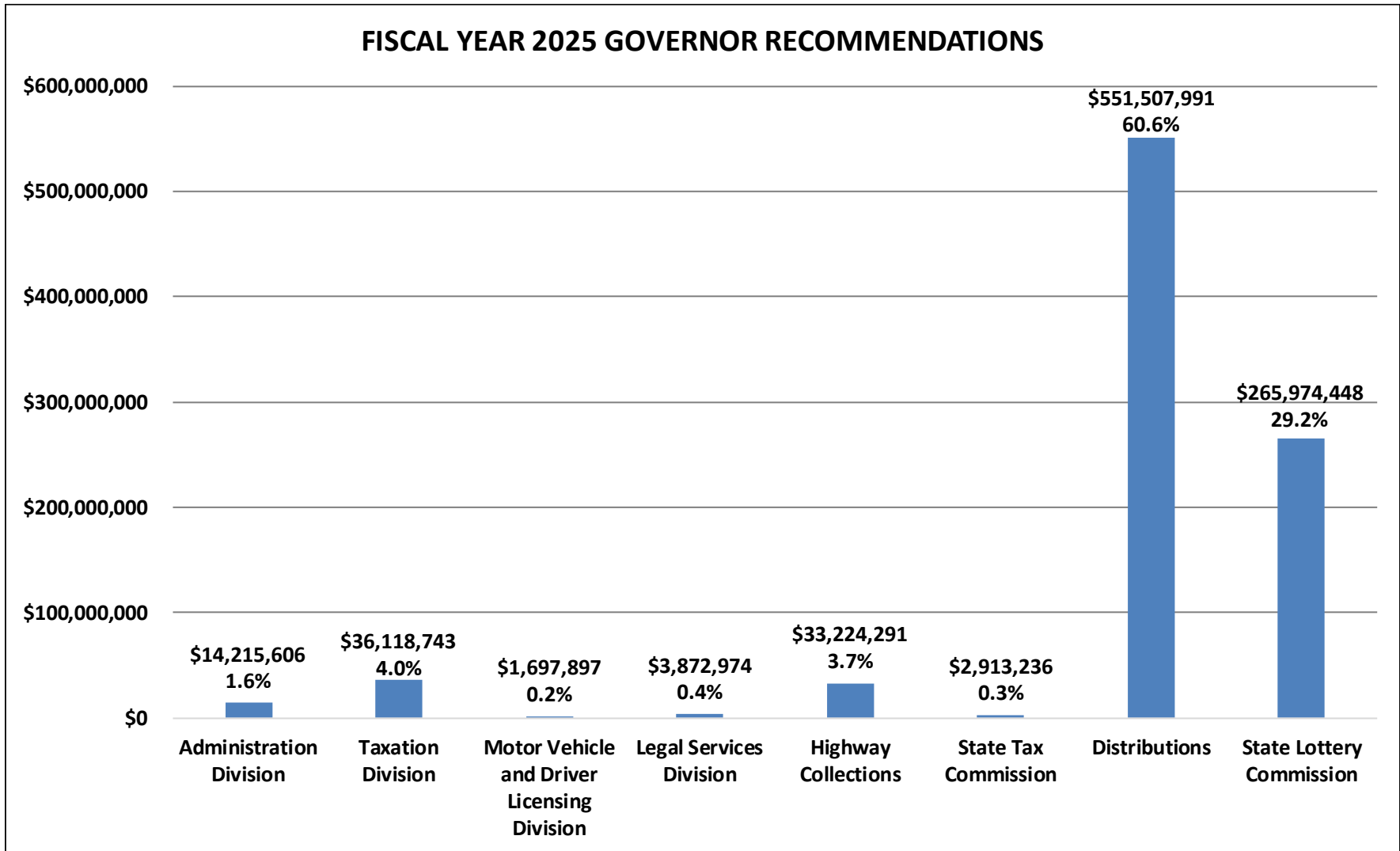


DEPARTMENT OF REVENUE

FINANCIAL SUMMARY

	FY 2023 EXPENDITURE	FY 2024 APPROPRIATION	FY 2025 REQUEST	FY 2025 GOVERNOR RECOMMENDS
Administration Division	\$ 8,257,295	\$ 13,690,543	\$ 14,238,992	\$ 14,215,606
Taxation Division	35,715,199	35,306,040	35,547,367	36,118,743
Motor Vehicle and Driver Licensing Division	921,169	1,579,839	1,972,734	1,697,897
Legal Services Division	2,721,883	3,764,812	3,875,812	3,872,974
Highway Collections	26,251,671	31,333,795	32,464,696	33,224,291
State Tax Commission	2,489,171	2,828,370	2,828,370	2,913,236
Distributions	265,707,425	320,457,963	320,985,992	551,507,991
State Lottery Commission	257,025,926	265,693,532	265,693,532	265,974,448
State Legal Expense Fund Transfer	0	1	1	1
DEPARTMENTAL TOTAL	\$ 599,089,739	\$ 674,654,895 *	\$ 677,607,496	\$ 909,525,187
General Revenue Fund	68,848,118	73,564,385	75,017,827	75,418,764
Federal Funds	1,726,777	4,179,333	4,272,333	4,283,115
Child Support Enforcement Fund	942,785	1,496,085	1,496,085	1,497,147
Health Initiatives Fund	67,914	79,182	79,182	81,411
Port Authority AIM Zone Fund	255,489	2,091,155	2,091,155	2,091,155
Petroleum Storage Tank Insurance Fund	34,149	38,442	38,442	39,638
Motor Vehicle Commission Fund	758,166	1,128,005	1,442,347	1,168,835
TIME Zone Fund	0	1,000,000	1,000,000	1,000,000
Missouri Veterans' Health and Care Fund	0	150,000	150,000	150,000
Conservation Commission Fund	653,915	787,315	787,315	812,201
State Highways and Transportation Department Fund	16,452,982	18,657,668	19,749,485	20,193,922
Lottery Enterprise Fund	57,178,945	65,415,539	65,415,539	65,696,455
Petroleum Inspection Fund	37,725	49,361	49,361	50,850
Motor Fuel Tax Fund	252,088,899	305,000,000	305,000,000	536,000,000
State Lottery Fund	199,846,981	200,277,993	200,277,993	200,277,993
Motor Vehicle Administration Technology Fund	196,894	667,156	667,156	688,505
Department of Revenue Specialty Plate Fund	0	18,502	18,502	18,776
Tobacco Control Special Fund	0	54,774	54,774	56,420
Total Full-time Equivalent Employees	1,184.44	1,309.05	1,318.05	1,310.05
General Revenue Fund	752.15	841.02	848.02	842.02
Federal Funds	2.89	4.74	6.74	4.74
Other Funds	429.40	463.29	463.29	463.29

* Does not include \$54,207,063 recommended in House Bill 15 (2024). See the Supplemental section of the Missouri budget for details regarding the Department of Revenue supplemental appropriations.



**DEPARTMENT OF REVENUE
ADMINISTRATION DIVISION**

FINANCIAL SUMMARY

	FY 2023 EXPENDITURE	FY 2024 APPROPRIATION	FY 2025 GOVERNOR RECOMMENDS
Administration Division	\$ 4,269,045	\$ 7,019,460	\$ 7,161,074
Postage	3,732,761	3,579,928	3,963,377
Port AIM Zones	255,489	2,091,155	2,091,155
TIME Zone Distributions	0	1,000,000	1,000,000
TOTAL	\$ 8,257,295	\$ 13,690,543	\$ 14,215,606
General Revenue Fund	5,434,080	5,512,643	6,034,407
Federal Funds	1,574,357	3,539,915	3,542,152
Other Funds	1,248,858	4,637,985	4,639,047
Total Full-time Equivalent Employees	32.63	41.11	42.11

The Administration Division provides executive leadership and administrative support for all department programs including, but not limited to, setting policy, strategic planning, leadership, and overall direction of the department. This division also provides administrative support to the department in the areas of accounting, cash management, procurement, mail processing, archiving, stores, inventory distribution, delivery services, form development, payroll processing, recruitment, training and communication, and child support oversight.

Fiscal Year 2025 Governor's Recommendations

- \$383,449 for postage rate increases.
- \$82,500 and one staff for enterprise resource planning implementation.
- \$59,114 for pay plan, including \$55,815 general revenue.

**DEPARTMENT OF REVENUE
TAXATION DIVISION**

FINANCIAL SUMMARY

	FY 2023 EXPENDITURE	FY 2024 APPROPRIATION	FY 2025 GOVERNOR RECOMMENDS
Taxation Division	\$ 28,423,090	\$ 27,656,040	\$ 28,468,743
Integrated Tax System	7,292,109	7,650,000	7,650,000
TOTAL	\$ 35,715,199	\$ 35,306,040	\$ 36,118,743
General Revenue Fund	34,928,051	34,208,456	34,991,359
Other Funds	787,148	1,097,584	1,127,384
Total Full-time Equivalent Employees	504.93	514.00	514.00

The Taxation Division administers and enforces tax laws. The division deposits all tax revenue, issues refunds, and collects and distributes local taxes. The division’s collection activities include account management, lien filing, delinquent tax collections (including identifying non-compliant businesses and individuals), tax clearances, and debt offsets. The division has six in-state field offices that audit businesses required to pay taxes to the State of Missouri. The division’s auditors are also stationed in five out-of-state offices to foster Missouri tax law compliance.

Fiscal Year 2025 Governor’s Recommendations

- \$812,703 for pay plan, including \$782,903 general revenue.

**DEPARTMENT OF REVENUE
MOTOR VEHICLE AND DRIVER LICENSING DIVISION**

FINANCIAL SUMMARY

	FY 2023 EXPENDITURE	FY 2024 APPROPRIATION	FY 2025 GOVERNOR RECOMMENDS
Motor Vehicle and Driver Licensing Division			
TOTAL	\$ 921,169	\$ 1,579,839	\$ 1,697,897
General Revenue Fund	672,078	884,613	900,753
Federal Funds	0	164,205	257,315
Other Funds	249,091	531,021	539,829
Total Full-time Equivalent Employees	13.34	32.05	32.05

The Motor Vehicle and Driver Licensing Division administers Missouri laws that license drivers and suspend, revoke, and disqualify driver licenses; titles/registers motor vehicles, boats, and trailers; and collects required fees and taxes. The division licenses dealers and oversees dealer operations to ensure compliance with dealer licensing laws. The division also manages the operations of licensing offices throughout the state and coordinates requests for proposals for these offices.

Fiscal Year 2025 Governor’s Recommendations

- \$93,000 federal funds for expansion of the Ignition Interlocking Device Program.
- \$25,058 for pay plan, including \$16,140 general revenue.

**DEPARTMENT OF REVENUE
LEGAL SERVICES DIVISION**

FINANCIAL SUMMARY

	FY 2023 EXPENDITURE	FY 2024 APPROPRIATION	FY 2025 GOVERNOR RECOMMENDS
Legal Services Division			
TOTAL	\$ 2,721,883	\$ 3,764,812	\$ 3,872,974
General Revenue Fund	2,104,417	2,663,368	2,729,153
Federal Funds	152,420	475,213	483,648
Other Funds	465,046	626,231	660,173
Total Full-time Equivalent Employees	47.55	62.80	62.80

The Legal Services/General Counsel Division supports the department’s revenue tax law administration, driver licensing and motor vehicle title/registration administration, and provides legal counsel and representation to the Director of Revenue and divisions. The division includes the Criminal Tax Investigation and the Compliance and Investigation Bureaus, which investigate suspected law violations, prepare cases for prosecution, and perform audits of internal department functions and the license offices throughout the state.

Fiscal Year 2025 Governor’s Recommendations

- \$108,162 for pay plan, including \$80,232 general revenue.
- \$14,447 State Highways and Transportation Department Fund reallocated to realign core expenditures.
- (\$14,447) reallocated to realign core expenditures.

**DEPARTMENT OF REVENUE
HIGHWAY COLLECTIONS**

FINANCIAL SUMMARY

	FY 2023 EXPENDITURE	FY 2024 APPROPRIATION	FY 2025 GOVERNOR RECOMMENDS
Highway Collections - Taxation Division	\$ 1,104,301	\$ 1,855,014	\$ 1,908,928
Highway Collections - Motor Vehicle and Driver Licensing Division	15,848,049	19,159,373	20,559,179
Highway Collections - Legal Services Division	2,503,932	2,844,102	2,931,685
Highway Collections - Attorney Fees	0	1,000	1,000
Highway Collections - Postage	3,179,467	3,115,989	3,351,006
Highway Collections - Administration Division	3,052,336	3,777,300	3,891,476
Highway Collections - Postage - Driver License	563,586	581,017	581,017
TOTAL	\$ 26,251,671	\$ 31,333,795	\$ 33,224,291
General Revenue Fund	9,601,795	12,008,971	12,341,864
Other Funds	16,649,876	19,324,824	20,882,427
Total Full-time Equivalent Employees	399.32	468.59	468.59

The Missouri Constitution, Article IV, Sections 30(a), 30(b), and 30(c) requires all state revenues from the existing motor vehicle fuel tax, vehicle taxes, and fees paid by highway users (less collection costs of up to three percent of the amount collected and State Highway Patrol enforcement costs) be used for state and local highways, roads, and bridges, and for constructing and maintaining the state highway system. The Department of Revenue collects and remits these revenues to the State Highways and Transportation Department Fund. Highway Collections functions are distributed between the department's Taxation Division, Motor Vehicle and Driver Licensing Division, Administration Division, and Legal Services/General Counsel Division.

Fiscal Year 2025 Governor's Recommendations

- \$856,800 State Highways and Transportation Department Fund for establishment of the License Office Closure Preparedness Program.
- \$299,895 State Highways and Transportation Department Fund for the Motor Vehicle Financial Responsibility Enforcement and Compliance Program, established in SB 398 (2023).
- \$235,017 State Highways and Transportation Department Fund for postage rate increases.
- \$39,084 for increased costs to the Systematic Alien Verification for Entitlements Program.
- \$659,700 for pay plan, including \$293,809 general revenue.
- (\$200,000) State Highways and Transportation Department Fund core reduction for one-time expenditures.

**DEPARTMENT OF REVENUE
STATE TAX COMMISSION**

FINANCIAL SUMMARY

	FY 2023 EXPENDITURE	FY 2024 APPROPRIATION	FY 2025 GOVERNOR RECOMMENDS
State Tax Commission			
TOTAL	\$ 2,489,171	\$ 2,828,370	\$ 2,913,236
General Revenue Fund	2,489,171	2,828,370	2,913,236
Total Full-time Equivalent Employees	35.28	37.00	37.00

A constitutionally created quasi-judicial administrative agency, the State Tax Commission performs six basic functions: equalize inter- and intra-county assessments; conduct de novo judicial hearings regarding valuation and classification appeals from local boards of equalization; formulate and implement statewide assessment policies and procedures to comport with statutory and constitutional mandates; supervise local assessing officials and local assessment programs to ensure compliance with statewide requirements; conduct ratio studies to determine the assessment level in each county and to measure the quality of the assessments; and assess the distributable property of railroads and other public utilities.

Fiscal Year 2025 Governor’s Recommendations

- \$84,866 for pay plan.

**DEPARTMENT OF REVENUE
DISTRIBUTIONS**

FINANCIAL SUMMARY

	FY 2023 EXPENDITURE	FY 2024 APPROPRIATION	GOVERNOR RECOMMENDS
Prosecuting Attorneys and Collection Agencies Fees	\$ 1,401,929	\$ 2,900,000	\$ 2,900,000
County Filing Fees	27,258	200,000	200,000
State Share of Assessment Maintenance Costs	11,155,432	11,217,163	11,267,191
Appropriated Tax Credits	0	200,000	200,000
Motor Fuel Tax Distribution to Cities and Counties	252,088,899	305,000,000	536,000,000
Emblem Use Fee Distribution	19,194	34,100	34,100
County Stock Insurance Tax	75,618	135,700	135,700
Debt Offset For Tax Credits Transfer	194,453	300,000	300,000
Income Tax Check-Off Refund Designations	154,891	471,000	471,000
Highway Fund Transfer	589,751	0	0
TOTAL	\$ 265,707,425	\$ 320,457,963	\$ 551,507,991
General Revenue Fund	13,618,526	15,457,963	15,507,991
Other Funds	252,088,899	305,000,000	536,000,000
Total Full-time Equivalent Employees	0.00	0.00	0.00

PROSECUTING ATTORNEYS AND COLLECTION AGENCIES FEES

Section 136.150, RSMo, provides a 20 percent collection fee to circuit or prosecuting attorneys for delinquent taxes, licenses, or fees recovered on behalf of the state. The department deposits the collection fee in the county treasury with one-half of the fee for use by the attorney’s office and one-half to be expended as the county determines.

Section 140.850, RSMo, authorizes the Department of Revenue to use private attorneys or professional collection agencies to collect delinquent taxes owed by resident and non-resident taxpayers (individuals and businesses). The statute restricts the fee to not more than 25 percent of the amount collected.

Fiscal Year 2025 Governor’s Recommendations

Continue funding at the current level.

COUNTY FILING FEES

The Department of Revenue is authorized to file certificates of lien with the circuit courts for income, withholding, sales, and use tax delinquencies under Sections 144.380 and 143.902, RSMo. Under Section 144.380(4), RSMo, county recorders may charge the department a fee of \$3.00 per tax lien for filing and \$1.50 per release of a filed tax lien. The department collects these fees from the delinquent taxpayers.

Fiscal Year 2025 Governor’s Recommendations

Continue funding at the current level.

**DEPARTMENT OF REVENUE
DISTRIBUTIONS**

STATE SHARE OF ASSESSMENT MAINTENANCE COSTS

The state reimburses a portion of local assessor maintenance assessment costs and expenses.

Fiscal Year 2025 Governor's Recommendations

- \$50,028 for assessment maintenance costs and expenses due to increased statewide parcel count.

MOTOR FUEL TAX DISTRIBUTION TO CITIES AND COUNTIES

Missouri Constitution Article IV, Section 30(a)(2) requires a 15 percent allocation of the Motor Fuel Tax collections net proceeds to the incorporated cities, towns, and villages of the state to assist in the maintenance of streets and highways.

Missouri Constitution Article IV, Section 30(a)(1) requires a 10 percent allocation of the Motor Fuel Tax collections net proceeds to the counties to assist in the maintenance of county roads, highways, and bridges. In addition, Missouri Constitution Article IV, Section 30(a)(2) requires distributing 15 percent of the net proceeds resulting from any increase in the Motor Fuel Tax rate over the rate in effect on March 31, 1992, to the counties to assist in the maintenance of county roads, highways, and bridges.

Fiscal Year 2025 Governor's Recommendations

- \$231,000,000 Motor Fuel Tax Fund for increased motor fuel tax collections.

EMBLEM USE FEE DISTRIBUTION

Individuals requesting a specialty license plate contribute an emblem use fee to the organization sponsoring the specialty plate. If statute allows the individual to remit the emblem use authorization fee to the Department of Revenue, the department must remit these fees to the applicable organization.

Fiscal Year 2025 Governor's Recommendations

Continue funding at the current level.

COUNTY STOCK INSURANCE TAX

The Department of Revenue uses this appropriation to meet the apportionment requirements for the County Stock Insurance Tax required by Section 148.330, RSMo, while holding school districts and counties harmless to reductions from premium tax credits provided to insurance companies.

Fiscal Year 2025 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF REVENUE
DISTRIBUTIONS**

DEBT OFFSET FOR TAX CREDITS TRANSFER

Section 135.815, RSMo, requires that tax credit applicants first use any award to pay off any delinquent income, sales, use, or insurance taxes. After applying all credits toward any delinquencies, the applicant can be issued any remaining credits. The Department of Revenue uses this appropriation to satisfy delinquencies.

Fiscal Year 2025 Governor's Recommendations

Continue funding at the current level.

INCOME TAX CHECK-OFF REFUND DESIGNATIONS

State statutes permit individuals and corporations to contribute a portion of their income tax refund to numerous separate state trust funds and separate charitable trust funds. The taxpayer designates a distribution amount to the various trust funds to transfer from the General Revenue Fund.

Fiscal Year 2025 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF REVENUE
STATE LOTTERY COMMISSION**

FINANCIAL SUMMARY

	FY 2023 EXPENDITURE	FY 2024 APPROPRIATION	FY 2025 GOVERNOR RECOMMENDS
Lottery Commission - Operating	\$ 57,178,945	\$ 65,415,539	\$ 65,696,455
Lottery Commission - Prizes	<u>199,846,981</u>	<u>200,277,993</u>	<u>200,277,993</u>
TOTAL	\$ 257,025,926	\$ 265,693,532	\$ 265,974,448
Other Funds	257,025,926	265,693,532	265,974,448
Total Full-time Equivalent Employees	151.39	153.50	153.50

Approved by the voters of Missouri, the Missouri Constitution, Article III, Section 39(b), established the Missouri State Lottery. The Missouri State Lottery transfers all profits to help fund public institutions of elementary, secondary, and higher education. Lottery functions include: recruiting and licensing Lottery retailers; creating, marketing, and distributing Lottery products; collecting revenue from Lottery retailers; paying out Lottery prizes and retailer commissions; and ensuring the security and integrity of the Lottery operations and games.

Fiscal Year 2025 Governor’s Recommendations

- \$280,916 Lottery Enterprise Fund for pay plan.

LOTTERY TRANSFER TO EDUCATION

FINANCIAL SUMMARY

	FY 2023 EXPENDITURE	FY 2024 APPROPRIATION	FY 2025 GOVERNOR RECOMMENDS
Other Funds	\$ 425,038,869	\$ 410,043,875	\$ 410,043,875

Section 39(b) of Article III of the Missouri Constitution provides for the transfer of net proceeds to help fund public institutions of elementary, secondary, and higher education.

Fiscal Year 2025 Governor’s Recommendations

Continue funding at the current level.