

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0451-01
Bill No.: HB 67
Subject: Licenses – Motor Vehicles; Motor Carriers; Transportation; Transportation
Department
Type: Original
Date: January 6, 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
Workers' Compensation	(Less than \$50,000)	(Less than \$50,000)	(Less than \$50,000)
Second Injury	(Less than \$50,000)	(Less than \$50,000)	(Less than \$50,000)
Total Estimated Net Effect on <u>Other</u> State Funds	(Less than \$100,000)	(Less than \$100,000)	(Less than \$100,000)

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 from the **Department of Labor and Industrial Relations** assume this proposal would exclude certain motor carriers from workers compensation insurance requirements and result in revenue reductions to the Workers' Compensation Fund and the Second Injury Fund of less than \$50,000 per year for each fund.

Officials from the **Department of Economic Development** and the **Department of Transportation** (MODOT) assume this proposal would have no fiscal impact to their organizations. Officials from MODOT stated the proposal could result in savings to motor carriers as a result of the proposed exemption from workers' compensation insurance requirements.

<u>FISCAL IMPACT - State Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
WORKERS' COMPENSATION FUND			
Revenue reduction - premium tax	<u>(Less than \$50,000)</u>	<u>(Less than \$50,000)</u>	<u>(Less than \$50,000)</u>
ESTIMATED NET EFFECT ON WORKERS' COMPENSATION FUND	<u>(Less than \$50,000)</u>	<u>(Less than \$50,000)</u>	<u>(Less than \$50,000)</u>
SECOND INJURY FUND			
Revenue reduction - premium tax	<u>(Less than \$50,000)</u>	<u>(Less than \$50,000)</u>	<u>(Less than \$50,000)</u>
ESTIMATED NET EFFECT ON SECOND INJURY FUND	<u>(Less than \$50,000)</u>	<u>(Less than \$50,000)</u>	<u>(Less than \$50,000)</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

Small businesses involved in the regulated motor carrier business could experience a reduction in their operating costs as a result of the proposed exemption from workers' compensation insurance requirements for lessors and lessors' employees.

DESCRIPTION

This proposal would specify that regulated motor carriers are not employers of lessors or of the lessors' employees.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space. **This proposal would reduce Total State Revenue.**

SOURCES OF INFORMATION

Department of Labor and Industrial Relations
Department of Economic Development
Department of Transportation



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Director
January 6, 2005