COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 1322-02 <u>Bill No.</u>: HB 744

Subject: Licenses - Driver's; Revenue Department; Transportation; Transportation

Department

Type: Original

Date: February 23, 2007

Bill Summary: This proposal enacts provisions relating to outdoor advertising,

commercial drivers licenses, and carrier registrations.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2008	FY 2009	FY 2010	
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2008	FY 2009	FY 2010	
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0	

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2008	FY 2009	FY 2010	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)				
FUND AFFECTED	FY 2008	FY 2009	FY 2010	
Total Estimated Net Effect on FTE	0	0	0	

- □ 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 2008	FY 2009	FY 2010
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Sections 226.530 & 226.580

Officials at the **Missouri Department of Transportation** (**MoDOT**) assume this bill authorizes the Missouri Highway and Transportation Commission (MHTC) to void outdoor advertising permits if: (1) there was a misrepresentation of a material fact by an applicant on an application; (2) MHTC determines a change was made to a conforming sign by its owner such that it is illegal; or (3) a substantial change has been made to a nonconforming sign by the owner such that the sign's nonconforming status has changed contrary to state administrative rules. The bill specifies that under the above referenced circumstances, the sign owners are not entitled to compensation by MHTC.

The bill also allows MHTC to void a permit which was erroneously issued by MoDOT staff in violation of any state law or administrative rule. Under those circumstances, the sign owner is entitled to compensation from MHTC under the terms of section 226.530. MoDOT believes that outdoor advertising applicants and MoDOT will comply with this law, therefore, there should be no fiscal impact.

Section 390.021

Officials at the **Missouri Department of Transportation** (**MoDOT**) assume the Unified Carrier Registration (UCR) Agreement was established in the federal UCR Act of 2005, as part of the Safe, Accountable, Flexible, and Efficient Transportation Equity Act: A Legacy for Users (SAFETEA-LU) (Public Law 109-59, August 10, 2005). The UCR Act repeals and replaces the federal Single State Registration System (SSRS), the current system under which the states operate, effective January 1, 2007.

Upon the January 1, 2007 repeal of SSRS, states operating under SSRS will be prohibited from continuing to collect interstate regulatory license fees and regulatory license fees from interstate motor carriers that are exempted from SSRS, regardless of whether or not the state has joined the UCR Agreement. This legislation is necessary to allow the State to participate in the new Federal registration act "UCR" and continue to collect fees. If Missouri does not pass this legislation, we will be prohibited from future participation.

Passage of this bill will allow MoDOT to continue to collect an estimated \$2,342,000 in registration fees. If this legislation does not pass, Missouri forfeits the registration fees to another state who does participate in UCR. MoDOT assumes no fiscal impact as long as this legislation passes. If not the department will have a \$2,342,000 loss in registration fees annually

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ASSUMPTIONS (continued)

Oversight assumes that the state will comply with federal law and not lose the annual registration fee revenues.

Sections 302.545 - 311.326

Officials at the **Department of Revenue** state that the Office of Administration Information Technology (ITSD DOR) estimates that this legislation could be implemented utilizing existing resources of 2 FTE's at a CITS 1 level (\$4,546) for 3 months. However, if priorities shift and additional FTE/overtime would be needed to implement, the cost will be approximately \$27,276. The effort includes extensive change to the Missouri Driver's License system (MODL).

Officials at the **Office of Prosecution Services** assume this proposal would not have a significant direct fiscal impact on county prosecutors or the Office of Prosecution Services.

Officials at the Office of the State Public Defender, Office of the State Courts

Administrator, Missouri Highway Patrol and the Department of Corrections assume that there is no fiscal impact from this proposal.

Oversight assumes that any cost associated with the implementation of this proposal could be absorbed with existing resources.

FISCAL IMPACT - State Government	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<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.

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FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

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

Missouri Department of Transportation Office of the State Public Defender Office of the State Courts Administrator Missouri Highway Patrol Department of Revenue Office of Prosecution Services Department of Corrections

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Director

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