COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1104H.03P

Bill No.: Perfected HCS for HB 592

Subject: Roads And Highways; Transportation

Type: Original

Date: March 24, 2021

Bill Summary: This proposal allows personal delivery devices to operate on sidewalks and

roadways.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2022	FY 2023	FY 2024	
Total Estimated Net				
Effect on General				
Revenue	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2022	FY 2023	FY 2024	
Total Estimated Net				
Effect on Other State				
Funds	\$0	\$0	\$0	

Numbers within parentheses: () indicate costs or losses.

L.R. No. 1104H.03P Bill No. Perfected HCS for HB 592

Page **2** of **5** March 24, 2021

ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2022	FY 2023	FY 2024	
Total Estimated Net				
Effect on All Federal				
Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)				
FUND AFFECTED	FY 2022	FY 2023	FY 2024	
Total Estimated Net				
Effect on FTE	0	0	0	

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in an	y
of the three fiscal years after implementation of the act or at full implementation of the act.	

☐ Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of
the three fiscal years after implementation of the act or at full implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
Local Government	\$0	\$0	\$0

L.R. No. 1104H.03P Bill No. Perfected HCS for HB 592 Page **3** of **5** March 24, 2021

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Commerce and Insurance**, **Department of Revenue**, **Missouri Department of Transportation** and **Missouri Highway Patrol** each assume the proposal will have no fiscal impact on their respective organizations. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these agencies.

In response to a previous version, officials from the **City of St. Louis** and **City of Tipton** each assumed the proposal would have no fiscal impact on their respective organizations.

Officials from the City of Kansas City, City of Corder, City of Hughesville and City of Claycomo each assume the proposal will have no fiscal impact on their respective organizations.

Officials from the **City of Springfield** state they anticipate a possible negative impact from this bill due to wear and tear on sidewalks and the possible cost of defending lawsuits if a pedestrian or property is damaged on City sidewalks. While this draft of the bill requires insurance of \$100,000, damages could easily exceed that for personal injury.

Oversight assumes the proposal would not have a direct fiscal impact to local political subdivisions.

Oversight only reflects the responses that we have received from state agencies and political subdivisions; however, other cities and counties were requested to respond to this proposed legislation but did not. A general listing of political subdivisions included in our database is available upon request.

House Amendment 1:

Oversight assumes House Amendment 1 would not create a fiscal impact to the state or to local political subdivisions.

FISCAL IMPACT – State Government	FY 2022 (10 Mo.)	FY 2023	FY 2024
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

L.R. No. 1104H.03P Bill No. Perfected HCS for HB 592 Page **4** of **5** March 24, 2021

FISCAL IMPACT –	FY 2022	FY 2023	FY 2024
Local Government	(10 Mo.)		
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT – Small Business

Small delivery businesses could be impacted by this proposal.

FISCAL DESCRIPTION

This bill sets out the requirements for and prohibitions against the operation and use of a personal delivery device.

A "personal delivery device" is defined as a powered device operated primarily on sidewalks and crosswalks and intended primarily for the transport of property on public rights-of-way, and is capable of navigating with or without the active control or monitoring of a natural person.

The bill allows a personal delivery device to operate on any county or municipal sidewalk, crosswalk or roadway as long as the device does not interfere with motor vehicles, traffic, or block a public right-of-way. A personal delivery device shall have all of the rights and responsibilities as a pedestrian, must display a unique identifying number, and be equipped to identify the personal delivery device operator. When operating on a sidewalk or crosswalk the device's maximum speed is 10 miles per hour and must be equipped with front and rear lighting.

The bill requires each personal delivery device operator to maintain a general liability coverage insurance policy of at least \$100,000 for damages arising from the combined operations of personal delivery devices under a personal delivery device operator's control. A personal delivery device shall not transport hazardous material as specified in the bill.

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

L.R. No. 1104H.03P Bill No. Perfected HCS for HB 592 Page **5** of **5** March 24, 2021

SOURCES OF INFORMATION

Department of Commerce and Insurance Missouri Department of Transportation Department of Revenue Missouri Highway Patrol City of Kansas City City of Springfield City of St. Louis City of Tipton City of Corder City of Hughesville City of Claycomo

Julie Morff
Director

March 24, 2021

Ross Strope Assistant Director March 24, 2021