

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2515H.02C
Bill No.: HCS for HB 1270
Subject: Roads and Highways; Transportation; Revenue, Department of; Motor Carriers;
Motor Vehicles
Type: Original
Date: March 25, 2021

Bill Summary: This proposal modifies provisions relating to log trucks and weight limitations.

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 <u>Other</u> State Funds | \$0 | \$0 | \$0 |

Numbers within parentheses: () indicate costs or losses.

| ESTIMATED NET EFFECT ON FEDERAL FUNDS | | | |
|---|----------------|----------------|----------------|
| FUND AFFECTED | FY 2022 | FY 2023 | FY 2024 |
| | | | |
| | | | |
| Total Estimated Net Effect on <u>All</u> 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 any 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 | Unknown to (Unknown) | Unknown to (Unknown) | Unknown to (Unknown) |

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Revenue (DOR)** assume the following regarding this proposal:

Administrative Impact

To implement the proposed legislation, the Department will be required to:

- Update procedures, correspondence letters, forms, and the Department website.

FY 2022 – Motor Vehicle Bureau

| | | | |
|---------------------------------------|---------------------------|------|-----|
| Lead Administrative Support Assistant | 5 hrs. @ \$14.54 per hr. | = \$ | 73 |
| Research/Data Assistant | 10 hrs. @ \$15.49 per hr. | = \$ | 155 |
| Administrative Manager | 5 hrs @ \$21.57 per hr. | = \$ | 108 |
| Total | | = \$ | 336 |

FY 2022 – Communications Bureau

| | | | |
|---------------------------------|---------------------------|------|-----|
| Associate Research/Data Analyst | 20 hrs. @ \$18.50 per hr. | = \$ | 370 |
| Total | | = \$ | 370 |

| | | |
|-------------|----|-----|
| Total Costs | \$ | 706 |
|-------------|----|-----|

The Department anticipates that we will be able to absorb these costs and that there will be minimal impact. If multiple bills are passed that require Department resources, FTE may be requested through the appropriations process.

Oversight assumes DOR is provided with core funding to handle a certain amount of activity each year. Oversight assumes DOR could absorb the costs related to this proposal. If multiple bills pass which require additional staffing and duties at substantial costs, DOR could request funding through the appropriation process.

Officials from the **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.

Oversight notes §304.240.2 creates a special carve out fine for local log trucks for load-limit violations. The current fine and proposed fine are:

| Current | | Proposed | |
|------------------|------------|--------------------|------------|
| excess weight | Fine | excess weight | Fine |
| Up to 500 lbs. | \$.02 / lb | Up to 5,000 lbs. | \$.10 / lb |
| 500 - 1,000 lbs | \$.05 / lb | 5,000 - 10,000 lbs | \$.20 / lb |
| above 1,000 lbs. | \$.10 / lb | above 10,000 lbs. | \$.50 / lb |
| | | | |

Oversight notes the fine per pound has increased with this proposal, potentially increasing fine revenue to local school districts. However, the definition of Local Log Truck (and the weight limit dimensions) has also changed. Oversight is unsure how the changes will impact load limits. Therefore, Oversight will reflect a potential impact to fine revenue to school districts as positive unknown (higher fine per pound charged) to a negative unknown (specified weight distribution and maximum weight per truck changes may reduce number of tickets/convictions).

Oversight notes the following misdemeanor guilty dispositions were processed by the Office of the State Courts Administrator for charge codes §304.180 – §304.220 in the previous three years (Although, Oversight has no information regarding how many of these are for local log trucks):

| | |
|---------|-------|
| FY 2020 | 3,995 |
| FY 2019 | 1,270 |
| FY 2018 | 896 |

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

| <u>FISCAL IMPACT – Local Government</u> | FY 2022 (10 Mo.) | FY 2023 | FY 2024 |
|---|---------------------------------|---------------------------------|---------------------------------|
| | | | |
| SCHOOL DISTRICTS | | | |
| | | | |
| Fine Revenue – from the changes in the proposal | Unknown to (Unknown) | Unknown to (Unknown) | Unknown to (Unknown) |
| | | | |
| ESTIMATED NET EFFECT TO SCHOOL DISTRICTS | Unknown to (Unknown) | Unknown to (Unknown) | Unknown to (Unknown) |

FISCAL IMPACT – Small Business

Small businesses log truck companies would be impacted by this proposal.

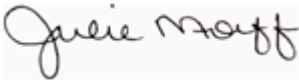
FISCAL DESCRIPTION

This bill modifies the definition of "local log truck" and "local log truck tractor" to specify weight distribution and a total maximum weight for each truck. In addition, the bill also sets fines for load-limit violations involving a local log truck or a local log truck tractor.

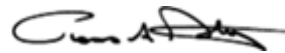
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue
Missouri Highway Patrol
Missouri Department of Transportation
Office of the State Courts Administrator



Julie Morff
Director
March 25, 2021



Ross Strobe
Assistant Director
March 25, 2021