

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0782H.011
Bill No.: HB 246
Subject: Cities, Towns, and Villages; Kansas City; Roads and Highways
Type: Original
Date: January 30, 2023

Bill Summary: This proposal changes the law regarding fees by prohibiting fees for parking on public streets or roads.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2024	FY 2025	FY 2026
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2024	FY 2025	FY 2026
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 2024	FY 2025	FY 2026
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2024	FY 2025	FY 2026
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 2024	FY 2025	FY 2026
Local Government*	(Unknown)	(Unknown)	(Unknown)

*Represents the net loss of on-street parking revenue and the potential administrative savings of no longer collecting/enforcing on-street parking.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **City of Kansas City** assume this proposal is projected to have a negative fiscal impact of approximately \$4 million to \$6 million annually.

Officials from the **Office of Administration - Budget and Planning (B&P)** assume the proposal will have no fiscal impact on their organization. B&P defers to local governments for fiscal impact. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for B&P.

Officials from the **Department of Revenue**, the **Missouri Department of Transportation**, the **Office of Administration**, the **City of O’Fallon** and the **City of Springfield** 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 assumes prohibiting public funds from being received by local political subdivisions for on-street parking would result in lost revenues for local political subdivisions. Oversight is unclear on the amount on revenues that are received by all Missouri cities and counties that may be impacted by this proposal. Therefore, Oversight will assume an unknown amount of loss in revenues to local political subdivisions for this proposal. Conversely, if cities are no longer allowed to have parking meters, Oversight assumes parking operations FTE and parking enforcement FTE may no longer be required. Therefore, Oversight will assume a potential savings to local political subdivisions as well. Oversight will assume a net loss to cities and counties.

<u>FISCAL IMPACT – State Government</u>	FY 2024 (10 Mo.)	FY 2025	FY 2026
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2024 (10 Mo.)	FY 2025	FY 2026
LOCAL POLITICAL SUBDIVISIONS			
<u>Savings</u> – potential reduction of parking enforcement, FTE and Expense & Equipment, if parking meters are no longer allowed	\$0 or Unknown	\$0 or Unknown	\$0 or Unknown
<u>Loss of Revenues</u> – prohibiting on-street parking fees	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
ESTIMATED NET EFFECT ON LOCAL POLITICAL SUBDIVISIONS	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>

FISCAL IMPACT – Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

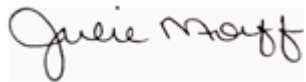
FISCAL DESCRIPTION

This bill prohibits the state and any political subdivision from establishing or collecting any fee for parking on any public street.

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

City of Kansas City
Office of Administration - Budget and Planning
Department of Revenue
Missouri Department of Transportation
Office of Administration
City of O'Fallon
City of Springfield



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Director
January 30, 2023



Ross Strobe
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January 30, 2023