

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1433-01
Bill No.: HB 490
Subject: Licenses – Motor Vehicles; Motor Vehicles; Revenue Dept.; Roads and Highways
Type: Original
Date: February 22, 2005

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
General Revenue	(Unknown)	\$0	\$0
Total Estimated Net Effect on General Revenue Fund	(Unknown)*	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Road Fund	Unknown	Unknown	Unknown
Total Estimated Net Effect on <u>Other</u> State Funds	Unknown*	Unknown*	Unknown*

* – Estimated not to exceed \$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 with **Missouri House of Representatives, Missouri Senate, and State Treasurer's Office** assume this proposal would have no fiscal impact on their agencies.

Officials with the **Department of Transportation (MoDOT)** assumes the process described in this legislation would supercede the current memorial highway-naming process, therefore creating a cost savings to MoDOT because it would no longer be responsible for the cost in materials for such signs. MoDOT is unable to determine an exact cost savings, but estimates it to be less than \$100,000.

Officials with the **Department of Revenue (DOR)** assume the current memorial highway program is administered by MoDOT. This proposal requires DOR to provide applications, collect application fees, coordinate approval/denial process with the joint committee on transportation oversight, establish a 'department of revenue memorial highway sign fund', construct and maintain highway signs.

In the first year of implementation, DOR estimates that the costs of this proposal will exceed the amount that would be generated through the \$400 construction fee and the \$1,000 maintenance fee applications. Therefore, appropriations would have to be requested from general revenue to

ASSUMPTION (continued)

purchase equipment, hire personnel and erect the highway memorial signs since the department does not have a program consistent with the MoDOT memorial highways program. The first year of implementation costs could exceed \$100,000 because the department will either have to purchase equipment, construct and erect signs or contract private vendors to administer the program.

Oversight assumes that implementation costs would not exceed \$100,000.

<u>FISCAL IMPACT - State Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
GENERAL REVENUE			
<u>Revenue – DOR</u>			
Construction/Maintenance Application Fees	Unknown	Unknown	Unknown
<u>Cost – DOR</u>			
Implementation/Operation of Memorial Highway Program	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>(Unknown)*</u>	<u>\$0</u>	<u>\$0</u>
ROAD FUND			
<u>Savings – MoDOT</u>			
Removal of Memorial Highway Program Administration	Unknown	Unknown	Unknown
ESTIMATED NET EFFECT ON THE ROAD FUND	<u>Unknown*</u>	<u>Unknown*</u>	<u>Unknown*</u>
* – Estimated not to exceed \$100,000			
<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

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

DESCRIPTION

This legislation establishes an application process for designation of new memorial highways.

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
Department of Transportation
Missouri House of Representatives
Missouri Senate
State Treasurer's Office



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Director
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