

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5708-02
Bill No.: HCS for HB 2702
Subject: Department of Transportation; Governor and Lieutenant Governor; Boards, Commissions, Committees, and Councils
Type: Original
Date: April 27, 2020

Bill Summary: This proposal dissolves the Highways and Transportation Commission.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
State Road Fund	\$0 or \$1,500	\$0 or \$1,500	\$0 or \$1,500
Total Estimated Net Effect on <u>Other</u> State Funds	\$0 or \$1,500	\$0 or \$1,500	\$0 or \$1,500

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
Total Estimated Net Effect on FTE	0	0	0

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Transportation (MoDOT)** assume this proposal would remove the Missouri Highways and Transportation Commission from overseeing MoDOT and the state highway system. Instead, this proposal places the Director in charge of MoDOT, and requires this person to be appointed by the Governor with consent of the Senate. The Director would also oversee the state highway system, transportation programs, and facilities including the other modes of transportation. This change removes the current safeguard shielding the statewide transportation system from political influence.

By law, the members of the Commission (6) are entitled to a \$25 per day per diem and expenses. Most of the members do not collect the per diem, and some occasionally request mileage reimbursement.

The following is a summary of the expenses paid.

Calendar Year 2019: \$1,645.38

Calendar Year 2018: \$1,467.51

Oversight does not have any information to the contrary in regards to MoDOT's assumptions; therefore, Oversight will reflect MoDOT's savings of approximately \$1,500 per year on the fiscal note. (Oversight does note that this proposal is contingent upon passage of a constitutional amendment. Therefore, Oversight will range the impact from \$0 (joint resolution is not approved by voters) to the \$1,500 in potential savings.

In response to a previous version, officials from the **Office of the Governor** assumed the proposal would have no fiscal impact on their organization.

Oversight notes that the Office of the Governor has stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note for the Office of the Governor.

<u>FISCAL IMPACT - State Government</u>	FY 2021 (10 Mo.)	FY 2022	FY 2023
STATE ROAD FUND			
Savings - MoDOT - elimination of commission members reimbursable expenses	<u>\$0 or \$1,500</u>	<u>\$0 or \$1,500</u>	<u>\$0 or \$1,500</u>
ESTIMATED NET EFFECT ON THE STATE ROAD FUND	<u>\$0 or \$1,500</u>	<u>\$0 or \$1,500</u>	<u>\$0 or \$1,500</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2021 (10 Mo.)	FY 2022	FY 2023
	<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.

FISCAL DESCRIPTION

This proposal dissolves the Highways and Transportation Commission.

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 Transportation
Office of the Governor



Julie Morff
Director
April 27, 2020



Ross Strope
Assistant Director
April 27, 2020