COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 0985-01 <u>Bill No.</u>: SB 237

<u>Subject</u>: Public Service Commission; Telecommunications

<u>Type</u>: Original

Date: February 14, 2005

FISCAL SUMMARY

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

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2006	FY 2007	FY 2008	
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0	

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

L.R. No. 0985-01 Bill No. SB 237 Page 2 of 4 February 14, 2005

ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2006	FY 2007	FY 2008	
Total Estimated				
Net Effect on All	00	00	Φ0	
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 the **City of Cape Girardeau and the City of Springfield** assume this proposal would have no fiscal impact on their political subdivisions.

Officials with the **Department of Economic Development – Public Service Commission (PSC)** assume this legislation will make it easier for telecommunications companies to qualify for competitive status and to qualify for price cap regulation. The bills will also provide greater pricing flexibility for telecommunications companies. PSC assumes it will have less of a role in determining the reasonableness of a company's earnings and/or rates, but also assumes no significant fiscal impact on its agency.

Officials of the **Department of Economic Development - Office of the Public Counsel (OPC)** state although this bill has some impact on OPC, OPC should be able to absorb the changes; however, if the requirements of this bill are combined with additional requirements or changes OPC may incur a fiscal impact.

L.R. No. 0985-01 Bill No. SB 237 Page 3 of 4 February 14, 2005

FISCAL IMPACT - State Government	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

This telecommunications regulatory changes contained within this legislation could result in either increased or decreased telecommunication costs paid by small businesses, depending on the degree of competitive pricing pressures that emerge.

DESCRIPTION

This legislation modifies various telecommunications regulations.

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 Economic Development
Public Service Commission
Office of Public Counsel
City of Cape Girardeau
City of Springfield

Mickey Wilson, CPA

RK:LR:OD (12/02)

L.R. No. 0985-01 Bill No. SB 237 Page 4 of 4 February 14, 2005

> Director February 14, 2005