

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3937-04
Bill No.: Perfected SS for SCS for SBs 872, 754 & 669
Subject: Motor Vehicles; Crimes and Punishment; Law Enforcement Officers and Agencies; Emergencies; Roads and Highways; Transportation Department
Type: Original
Date: February 28, 2006

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
General Revenue	(\$192,721 to \$292,721)	(\$269,091) to Unknown	(\$272,918) to Unknown
Total Estimated Net Effect on General Revenue Fund	(\$192,721 to \$292,721)	(\$269,091) to Unknown	(\$272,918) to Unknown

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
State School Moneys*	\$0	\$0	\$0
Highway	\$141,703	\$188,940	\$188,940
Total Estimated Net Effect on <u>Other</u> State Funds*	\$141,703	\$188,940	\$188,940

* Offsetting savings and losses to State School Moneys Fund in FY 2008 and FY 2009.

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 10 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Local Government	\$47,235 to Unknown	Unknown to (Unknown)	Unknown to (Unknown)

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Public Safety - Director's Office** and the **Missouri Highway Patrol** each assume the proposal will not fiscally impact their respective agencies.

Officials from the **Office of State Courts Administrator (CTS)** state the legislation would enact various provisions relating to the safe operation of motor vehicles to ensure the safety of highway workers, emergency workers, and other motorists.

The legislation would also amend the right-of-way statute by imposing additional surcharges and license suspensions when the violation resulted in physical injury, serious physical injury, or death to any person. There are provisions for appeal of suspensions.

Because of the increased penalties, CTS would expect that some cases may become protracted.

CTS would not expect, however, that the total number of cases would be great enough to impact the budget of the judiciary.

ASSUMPTION (continued)

Officials from the **Department of Corrections (DOC)** state that at this time, they are unable to determine the number of people who would be convicted under the provisions of this bill and therefore the number of additional inmate beds that may be required as a consequence of passage of this proposal. Estimated construction cost for one new medium to maximum-security inmate bed is \$55,000. Utilizing this per-bed cost provides for a conservative estimate by the DOC, as facility start-up costs are not included and entire facilities and/or housing units would have to be constructed to cover the cost of housing new commitments resulting from the cumulative effect of various new legislation, if adopted as statute.

If additional persons are sentenced to the custody of the DOC due to the provisions of this legislation, the DOC will incur a corresponding increase in operational cost either through incarceration (FY05 average of \$39.13 per inmate, per day or an annual cost of \$14,282 per inmate) or through supervision provided by the Board of Probation and Parole (FY03 average of \$3.15 per offender, per day or an annual cost of \$1,150 per offender).

In summary, supervision by the DOC through probation or incarceration would result in additional unknown costs to the department. Eight (8) persons would have to be incarcerated per fiscal year to exceed \$100,000 annually. Due to the narrow scope of this new crime, it is assumed the impact would be less than \$100,000 per year for the DOC.

Officials from the **Department of Revenue (DOR)** assume changes to Sections 304.580, 304.582 and 304.584 would result in fewer than 100 of these types of convictions to be reported for point assessment. This would create a minimal impact that would be handled with existing resources.

DOR also assumes changes made to Section 304.022 would not fiscally impact the agency.

In response to changes in Section 304.351, DOR assumes this part of the proposal will require program modifications to be made to the MODL driver licensing system in order to create three new suspension types, modify the suspension update program, create three new notices of loss, and create new action entry and inquiry screens.

DOR states these program modifications will also require testing before implementation.

FY07

960	Estimated programming hours
<u>x 25.42</u>	Overtime hourly rate for Computer Information Technologist III (CIT III) position
\$24,403	Total MODL Overtime Amount Required

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ASSUMPTION (continued)

252 Estimated hours needed for requirements, design, test case development, and system testing
x 23.21 Hourly overtime rate for Computer Information Tech II (CIT II)
\$5,849 Testing Costs

DOR's Driver License Bureau assumes that this legislation will produce an estimated 15,455 court ordered suspensions per year. The figures were obtained from the Highway Patrol and are based on figures from 2004 accidents with injuries that resulted from Failure to Yield Right-Of-Way and Careless and Imprudent offenses.

15,455 Number of accidents with injuries arising from failure to yield right-of-way and careless and imprudent driving citations
X 100% Estimated percentage of drivers to be convicted of causing an injury accident due to failing to yield right-of-way or careless and imprudent driving
15,455 Estimated number of Orders of Suspensions received per year

This legislation is estimated to produce 59 Orders of Suspensions a day.

15,455 Estimated number of Order of Suspensions received per year
/ 260 Days per year
59 Estimated number of Orders of Suspensions received per day

This proposal will required 3.5 Revenue Licensing Technician I positions in the Driver License Bureau in order to process the additional workload that will result from this legislation. Duties required of these additional employees include: editing the Order of Suspensions from the courts, entering data to the driver license system, mailing notices of suspension, editing and entering reinstatement fees to the driver license system, answering telephone inquiries, imaging all original and supporting documentation, certifying records, processing Limited Driving Privileges, and responding to correspondence inquiries.

The Driver License Bureau is making the assumption the effective date on this bill is 8-28-06, therefore, in FY07 they will incur forms cost of \$688.10, envelope cost of \$1,418 and postage cost of \$13,116.20. For Fiscal Years 2008 and 2009, DOR assumes forms cost of \$850.86, envelope costs of \$1,701.56 and postage costs of \$15,739.43.

It is assumed a \$20.00 reinstatement fee will be assessed on these suspensions resulting in an estimated increase in revenue of \$188,937 in FY07 and \$251,920 in Fiscal Years 2008 and 2009.

ASSUMPTION (continued)

FY07

15,455	Number of suspensions per year
<u>x81.5%</u>	Percentage of reinstatement of these suspensions
12,596	Total number of suspensions estimated to be reinstated per year
<u>x \$20</u>	Amount of reinstatement fee
\$251,920	Total amount of reinstatement fees
\$251,920	Total amount of reinstatement fees
<u>/ 12</u>	Number of months in a fiscal year
\$ 20,993	Monthly amount of estimated reinstatement fees collected
<u>x9</u>	Number of months in FY)& cases could be reinstated
\$188,937	Total amount of estimated reinstatement fees to be collected in FY07
\$141,703	State Highway Fund
\$28,341	Cities
\$18,894	Counties

FY08 & 09

12,596	Total number of suspensions estimated to be reinstated per year
<u>x\$20</u>	Amount of reinstatement fee
\$251,920	Total amount of estimated reinstatement fees to be collected for FY08 & FY09
\$188,940	State Highway Fund
\$37,788	Cities
\$25,192	Counties

In response to a previous version of this proposal, officials of the **Office of Prosecution Services** assumed no fiscal impact on County Prosecutors.

Officials from the **Office of the State Public Defender (SPD)** did not respond to our request for fiscal impact. However, **Oversight** assumes the proposal would not fiscally impact the SPD.

In response to a previous version of the proposal, officials from the **Department of Transportation** assumed the proposal increases the fines for certain repeat traffic offenses in work zones and creates the crime of "endangerment of a highway worker" and "aggravated endangerment of a highway worker". This proposal could have a positive fiscal impact if the number of work zone deaths and injuries are decreased.

ASSUMPTION (continued)

Oversight will assume an unknown number of violations of failure to yield the right-of-way resulting in physical injury, serious physical injury or death to a person will occur (Section 304.351). Oversight will also assume an unknown number of violations of highway work zone safety (Section 304.582), as well as endangerment of a highway worker (Section 304.585) will occur. Senate Amendment 4 removes the penalties from failing to yield the right of way from being collected into the Head Injury Fund. Oversight assumes penalties are the same as fines.

Oversight further assumes these penalties will be collected by and paid to local political subdivisions, specifically local school districts. These would be considered a deduction in the following year's allocation from the state to the School State Moneys fund and then to the local school districts, resulting in a savings to the General Revenue Fund.

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
GENERAL REVENUE			
<u>Savings</u> - Savings from reduced appropriations to the State School Moneys Fund resulting from increased fine revenue (Sections 304.351, 304.582 & 304.585)	\$0	Unknown	Unknown
<u>Costs – Department of Revenue</u>			
Personal Service (4 FTE)	(\$78,556)	(\$96,624)	(\$99,039)
Fringe Benefits	(\$34,612)	(\$42,573)	(\$43,637)
Equipment and Expense	(\$79,553)	(\$29,894)	(\$30,242)
<u>Total Costs – Department of Revenue</u>	(\$192,721)	(\$169,091)	(\$172,918)
<u>Costs - Department of Corrections</u>			
Incarceration for offenders in Senate Amendment 5	(Less than <u>\$100,000</u>)	(Less than <u>\$100,000</u>)	(Less than <u>\$100,000</u>)
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>(\$192,721 to \$292,721)</u>	<u>(\$269,091) to Unknown</u>	<u>(\$272,918) to Unknown</u>

FISCAL IMPACT - State Government FY 2007 FY 2008 FY 2009
 (continued) (10 Mo.)

STATE SCHOOL MONEYS FUND

Savings - Lower distribution to local school districts from increased local fine revenue (Section 304.351, 304.582 & 304.585) \$0 Unknown Unknown

Loss - Smaller transfer in from General Revenue Fund resulting from increased fine revenue (Section 304.351, 304.582 & 304.585) \$0 (Unknown) (Unknown)

ESTIMATED NET EFFECT TO STATE SCHOOL MONEYS FUND **\$0** **\$0** **\$0**

HIGHWAY FUNDS

Revenues – Department of Revenue Reinstatement fee (Section 304.351) \$141,703 \$188,940 \$188,940

ESTIMATED NET EFFECT ON HIGHWAY FUNDS **\$141,703** **\$188,940** **\$188,940**

FISCAL IMPACT - Local Government FY 2007 FY 2008 FY 2009
 (10 Mo.)

POLITICAL SUBDIVISIONS

Revenues – Counties Reinstatement fees (Section 304.351) \$18,894 \$25,192 \$25,192

Revenues – Cities Reinstatement fees (Section 304.351) \$28,341 \$37,788 \$37,788

<u>FISCAL IMPACT - Local Government</u> (continued)	FY 2007 (10 Mo.)	FY 2008	FY 2009
<u>Revenue - Local Political Subdivisions</u> (school districts)			
Fines for violations of Highway Work Zone Safety (Section 304.582); failure to yield which causes injury, serious injury or death (Section 304.351); and endangerment of a highway worker (Section 304.585)	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
<u>Loss - Local Political Subdivisions</u> (school districts)			
Reduction in state funds for schools the following year since fine revenue is a deduction in the calculation for school funding	<u>\$0</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
ESTIMATED NET EFFECT ON POLITICAL SUBDIVISIONS	<u>\$47,235 to Unknown</u>	<u>Unknown to (Unknown)</u>	<u>Unknown to (Unknown)</u>

FISCAL IMPACT - Small Business

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

DESCRIPTION

This act enacts various provisions relating to the safe operation of motor vehicles to ensure the safety of highway workers, emergency workers and other motorists.

HIGHWAY WORK ZONE SAFETY - This act increases various penalties for offenses occurring within highway work zones or construction zones. Under this act, any person convicted of a second or subsequent moving violation within a work zone shall be assessed a fine of \$75. The act provides that a person who is convicted of speeding or passing a vehicle within a work zone when a highway worker is present a second or subsequent time shall be assessed a

fine of \$300 in addition to any other fine authorized by law (Section 304.582). The act also creates the crime of "endangerment of a highway worker." The act provides that if a person

DESCRIPTION (continued)

commits the offense of endangerment of a highway worker in which no injury or death results the person shall be subject to a fine of not more than \$1,000 and shall have 8 points assessed to their driver's license. The person shall be guilty of aggravated endangerment of a highway worker if a death or injury results. If an a highway worker is injured or killed in a workzone, the offender shall be subject to a fine of not more than \$5,000 for an injury and not more than \$10,000 if death resulted.

Under the act, a person commits the offense of endangerment of a highway worker if the motorist:

- (1) Exceeds the posted speed limit by 15 mph or more;
- (2) Passes another vehicle in a work zone and such offense results in the death or injury of a highway worker;
- (3) Fails to stop for a work zone flagman or fails to obey traffic control signals erected in the work zone;
- (4) Physically assaults or attempts to assault a highway worker with a motor vehicle or other instrument;
- (5) Intentionally strikes or moves barrels, barriers, signs or other devices erected to control the flow of traffic for a reason other than avoidance of an obstacle, an emergency or to protect the health and safety of another person; or
- (6) Commits various offenses in which points may be assessed under section 302.302 (section 304.585).

The act provides for the assessment of 8 points for an endangerment of a highway worker violation and 12 points for an aggravated endangerment of a highway worker violation (Section 302.302).

CLUTCH'S LAW (FAILURE TO YIELD) - This act imposes an additional fine and driver's license suspension on any person failing to yield the right-of-way when the violation results in physical injury, serious physical injury, or death to a person. This act is commonly known as

"Clutch's Law". This section has an effective date of January 1, 2007. This portion of the act is similar to HB 1080 (2004) (Section 304.351).

DESCRIPTION (continued)

MOVE-OVER LAW - This act increases the penalty on motorists who fail to move over when approached by an oncoming emergency vehicle and motorists who fail to move over when approaching a stationary emergency vehicle from a Class B misdemeanor to a Class A misdemeanor (Section 304.022).

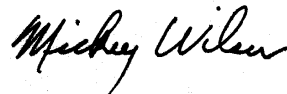
Senate Amendment 5 enhances the penalties for those who fail to stop for school buses that are loading or unloading children. Under the act, any person who fails to properly yield for a school bus and it results in the injury of any child shall be guilty of a Class D felony. Any person who fails to properly yield for a school bus where such violation causes the death of any child shall be guilty of a Class C felony.

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

Office of the State Courts Administrator
Department of Revenue
Department of Transportation
Department of Corrections
Department of Public Safety
Office of Prosecution Services

NOT RESPONDING: Office of the State Public Defender



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February 28, 2006