

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0039-05  
Bill No.: Perfected SS # 2 for SCS for SB 129  
Subject: Roads and Highways; Cities, Towns and Villages; Transportation Department  
Type: Original  
Date: February 27, 2007

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Bill Summary: This proposal modifies how local governments can regulate outdoor advertising and modifies provisions relating to sexually oriented billboards.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 5 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2008</b>	<b>FY 2009</b>	<b>FY 2010</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
<b>FUND AFFECTED</b>	<b>FY 2008</b>	<b>FY 2009</b>	<b>FY 2010</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2008</b>	<b>FY 2009</b>	<b>FY 2010</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

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## FISCAL ANALYSIS

### ASSUMPTION

In previous versions of this bill and SB27 the Departments, Cities and Counties responded as listed below.

#### **Section 226.527**

Officials at the **Missouri Department of Transportation, City of West Plains, City of Poplar Bluff, St. Louis County, City of Centralia and Greene County** assume that there is no fiscal impact from this proposal.

No other cities or counties responded to **Oversight's** request for fiscal impact.

**Oversight** assumes this section of the proposed legislation will have no fiscal impact on state funds.

#### **Section 226.531**

Officials at the **Missouri Department of Transportation (MoDOT)** state this legislation will have a fiscal impact on MHTC by increasing the area for billboard control. The area of control by MoDOT would go beyond controlled routes to all state routes and would require the control of on-premise advertising in addition to off-premise advertising. It would increase the Outdoor Advertising workload in MoDOT's Right of Way division requiring an increase in personnel and equipment.

The increased workload in MoDOT's Outdoor Advertising unit, will require additional personnel. Two additional Outdoor Advertising Specialists would be needed at a salary of \$37,344, which are at MoDOT's salary grade 12, Step 1.

MoDOT explained the need for 2 Outdoor Advertising Specialists as:

1. This legislation is going to require MoDOT to regulate more miles of state roads and non-state roads than are already regulated. MoDOT currently only regulates the NHS system which doesn't include all state highways. This bill requires MoDOT to regulate all signs visible within a mile of a state highway so some of those signs could be located along a county or city road but happen to be visible from a state highway.
2. MoDOT is going to be required to regulate more signs. MoDOT currently only regulates off premise signs. This proposal will require MoDOT to regulate on premise signs.

ASSUMPTION (continued)

3. MoDOT will have to enter some of the businesses to determine the 10% threshold. For personal safety reasons we cannot send one specialist to make this determination. MoDOT will need to send a pair of specialists to make this determination.

4. MoDOT is currently down 2 FTE's in the outdoor advertising program from when SB870 originally passed. Those positions will need to be filled in order to meet the additional regulation demands. One position was cut in the budget process the other position is unfilled.

**Oversight** assumes that there are between 45-60 sexually oriented businesses in the state that would need to be inspected. Oversight assumes that the inspection would be done once annually. Since one of the positions that MoDOT is asking for is currently unfilled but money is appropriated Oversight assumes the agency would fill the position and handle the increased number of inspections without additional funding.

Officials at the **Office of Administration's Administrative Hearing Commission** anticipates that this legislation will not significantly alter its caseload. However, if other similar bills also pass, there will be a fiscal impact. If there are more cases, or more complex cases, there could be a fiscal impact.

Officials at the **Office of State Courts Administrator, Department of Economic Development, Department of Public Safety, Missouri Highway Patrol, and Department of Revenue** each assume there is no fiscal impact to their department from this proposal.

<u>FISCAL IMPACT - State Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<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.

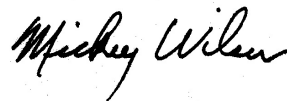
FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

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

Missouri Department of Transportation  
Department of Revenue  
Department of Public Safety  
Missouri Highway Patrol  
Department of Economic Development  
Office of the State Courts Administrator  
City of Poplar Bluff  
Greene County  
City of Centralia  
St. Louis County  
City of West Plains



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Director  
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