

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 4783-02  
Bill No.: Truly Agreed To and Finally Passed SCS for HB 2047  
Subject: Cities: Roads and Highways  
Type: Original  
Date: May 22, 2008

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Bill Summary: Changes the law regarding street grading in cities with over 300,000 inhabitants, and allows certain third class counties to impose a tax on agricultural and horticultural land, upon voter approval, for the purchasing of road rock. The maximum rate of levy allowed has been increased from twenty five cents to one dollar on each acre of real property that is classified as agricultural or horticultural property.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
<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 2009	FY 2010	FY 2011
<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 4 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2009</b>	<b>FY 2010</b>	<b>FY 2011</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 2009</b>	<b>FY 2010</b>	<b>FY 2011</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 2009</b>	<b>FY 2010</b>	<b>FY 2011</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**FISCAL ANALYSIS**

ASSUMPTION

**Section 88.917 - Street Grading in certain cities:**

Officials of the **Missouri Department of Highways and Transportation** assume this proposal pertains to streets, alleys, avenues, public highways, or public places within the city. Officials stated it does not impact department owned routes. Officials assume no fiscal impact.

**Oversight** sent response requests to the Cities of St. Louis and Kansas City and neither responded. **Oversight** assumes this proposal would have no local fiscal impact.

**Section 231.444 - Levy increase for purchase of road rock in certain counties:**

**Oversight** assumes the provisions provided for in Section 231.444 are permissive and this proposal as written does not require that certain third class counties impose an increase in the rate of levy for road improvement purposes. For purposes of this fiscal note Oversight assumes no fiscal impact to local government. **Fiscal impact will be shown as \$0.**

<u>FISCAL IMPACT - State Government</u>	FY 2009 (10 Mo.)	FY 2010	FY 2011
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2009 (10 Mo.)	FY 2010	FY 2011
	<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; however, should a County Commission of certain third class counties place the question of a levy rate increase on the ballot, and voters would approve an increase in property taxes for road rock, then small businesses owning property classified as agricultural or horticultural would be expected to pay the tax increase on that property.

FISCAL DESCRIPTION

This proposal changes the law regarding street grading in cities with over 300,000 inhabitants, and allows certain third class counties to impose a tax on agricultural and horticultural land, upon voter approval, for the purchasing of road rock. The maximum rate of levy allowed has been increased from twenty five cents to up to one dollar on each acre of real property that is classified as agricultural or horticultural property.

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

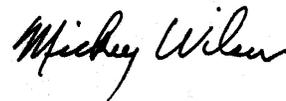
NOT RESPONDING

**County Commissions of:**

Carter County  
Holt County  
Scotland County  
Knox County  
Schuyler County  
Worth County

**Cities of :**

St. Louis  
Kansas City



Mickey Wilson, CPA  
Director  
May 22, 2008