

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 5229-01  
Bill No.: HB 1867  
Subject: Utilities  
Type: Original  
Date: March 4, 2014

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Bill Summary: This proposal changes the laws regarding utilities.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
<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 2015	FY 2016	FY 2017
Road Fund	(Up to \$375,000)	(Up to \$750,000)	(Up to \$750,000)
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>(Up to \$375,000)</b>	<b>(Up to \$750,000)</b>	<b>(Up to \$750,000)</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 2015</b>	<b>FY 2016</b>	<b>FY 2017</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 2015</b>	<b>FY 2016</b>	<b>FY 2017</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 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Office of Administration- Division of Facilities Management Design and Construction**, the **Department of Labor and Industrial Relations**, the **Department of Economic Development**, the **Department of Natural Resources** and the **State Tax Commission** each assume the proposal will have no fiscal impact on their respective organizations.

Officials at the **Office of Attorney General (AGO)** assumes that any potential costs arising from this proposal can be absorbed with existing resources. If multiple proposals or significant litigation results, AGO may seek an additional future appropriation.

#### § 319.016

Officials from the **Department of Transportation (MoDOT)** assume this legislation proposes to remove this entire section that allows MoDOT, after December 31, 2014, the opportunity to opt in or out of participation in Missouri One Call. In FY '13 MoDOT spent approximately \$677,000 total costs with respect to Missouri One Call.

#### § 319.026 (6)

MoDOT assumes this proposal adds language that requires an excavator to make a relocate request before beginning the excavation if they didn't begin excavation within ten days as described in the request.

MoDOT will receive additional tickets to relocate when our facilities are still clearly marked. This could result in a 10% increase in tickets at an additional cost of \$73,000 for (ticket charges, labor, and equipment).

Since removing §319.016 will not allow MoDOT to opt out of participation in Missouri One Call, **Oversight** will show a cost of \$0 or \$677,000 (\$0 being no tickets or \$677,000 being the current FY '13 cost for tickets).

Oversight will also show a cost of \$0 or \$73,000 (\$0 being no tickets or \$73,000 being MoDOT's estimated total future costs for additional tickets for relocate request).

ASSUMPTION (continued)

Oversight will show a total cost of 'Up to \$750,000' to the Road Fund in FY '15 (6 months), FY '16, and FY '17.

<u>FISCAL IMPACT - State Government</u>	FY 2015 (6 Mo.)	FY 2016	FY 2017
<b>ROAD FUND</b>			
<u>Cost - MoDOT</u> § 319.016 - ticket charges, labor and equipment cost	\$0 or (\$338,500)	\$0 or (\$677,000)	\$0 or (\$677,000)
<u>Cost - MoDOT</u> § 319.026 (6) - ticket charges, labor and equipment	<u>\$0 or (\$36,500)</u>	<u>\$0 or (\$73,000)</u>	<u>\$0 or (\$73,000)</u>
<b>ESTIMATED NET EFFECT ON THE ROAD FUND</b>	<b>(Up to <u>\$375,000</u>)</b>	<b>(Up to <u>\$750,000</u>)</b>	<b>(Up to <u>\$750,000</u>)</b>
<u>FISCAL IMPACT - Local Government</u>	FY 2015 (6 Mo.)	FY 2016	FY 2017
	<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

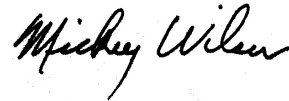
This proposal changes the laws regarding utilities.

This proposal has an effective date of January 1, 2015.

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

Attorney General's Office  
Office of Administration  
Department of Labor and Industrial Relations  
Department of Economic Development  
Department of Natural Resources  
State Tax Commission  
Department of Transportation



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March 4, 2014

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March 4, 2014