

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4984S.02P
Bill No.: Perfected SS for SB 1298
Subject: Agriculture; Motor Vehicles; Licenses - Motor Vehicle; Transportation; Roads
and Highways
Type: Original
Date: February 29, 2024

Bill Summary: This proposal modifies provisions relating to cotton trailers.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
Federal Highway Funds*	\$0 or Up to (\$535,000)	\$0 or Up to (\$1,700,000)	\$0 or Up to (\$2,675,000)
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0 or Up to (\$535,000)	\$0 or Up to (\$1,700,000)	\$0 or Up to (\$2,675,000)

*Potential loss of federal highway funds if Missouri is found to be out of compliance with federal rules.

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
Total Estimated Net Effect on FTE	0	0	0

- Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.
- Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Missouri Department of Transportation (MoDOT)** assume the exception proposed in §307.010 could create a variance with Federal Motor Carrier Safety Regulation 393.100(b): Prevention against loss of load. Each commercial motor vehicle must, when transporting cargo on public roads, be loaded and equipped, and the cargo secured, in accordance with this subpart to prevent the cargo from leaking, spilling, blowing or falling from the motor vehicle. If a variance with federal law is found, Federal Motor Carrier Safety Administration (FMCSA) Program funding (MCSAP) could be withheld.

MoDOT notes the following potential loss of federal funds if Missouri is found to be noncompliant:

Year 0 (during the fiscal year FMCSA notifies Missouri of its noncompliance):	\$535,000
Year 1 (next full fiscal year):	\$1,700,000
Year 2 (second full fiscal year):	\$2,675,000
Year 3+ (ongoing until variance resolved):	\$5,350,000

Oversight does not have information to the contrary and therefore, Oversight will reflect the potential loss of federal funding as provided by MoDOT. Oversight will reflect the fiscal impact as \$0 (Missouri is not found to be out of compliance) up to the amounts listed above (Missouri is found to be out of compliance of federal rules).

Officials from the **Missouri Highway Patrol** and **Department of Revenue** each assume the proposal will have no fiscal impact on their respective organizations. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these agencies.

<u>FISCAL IMPACT – State Government</u>	FY 2025 (10 Mo.)	FY 2026	FY 2027
FEDERAL HIGHWAY FUNDS			
<u>Loss – MoDOT – potentially being out of compliance with federal rules</u>	\$0 or Up to (\$535,000)	\$0 or Up to (\$1,700,000)	\$0 or Up to (\$2,675,000)
ESTIMATED NET EFFECT ON FEDERAL HIGHWAY FUNDS	\$0 or Up to (\$535,000)	\$0 or Up to (\$1,700,000)	\$0 or Up to (\$2,675,000)

<u>FISCAL IMPACT – Local Government</u>	FY 2025 (10 Mo.)	FY 2026	FY 2027
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT – Small Business

Small business cotton farmers/transporters could be impacted by this proposal.

FISCAL DESCRIPTION

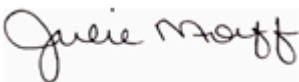
This act increases, from 40mph to 65mph, the maximum speed at which cotton trailers may travel.

The act also provides that cotton trailers shall not be in violation of the law regulating the securing of loads, provided certain conditions are met and no portion of the load becomes dislodged and falls from the cotton trailer.

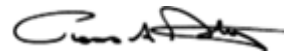
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Missouri Department of Transportation
Department of Revenue
Missouri Highway Patrol



Julie Morff
Director
February 29, 2024



Ross Strobe
Assistant Director
February 29, 2024