

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1422-02
Bill No.: Perfected HCS for HB 578
Subject: Waste - Solid; Environmental Protection; Natural Resources Dept.
Type: Original
Date: March 17, 2011

Bill Summary: This proposal allows the state, any agency, or political subdivision to give used tires, scrap tires, or tire shred to any in-state private entity to be disposed of or recycled under certain conditions.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 6 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on FTE	0	0	0

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).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Attorney General's Office** assume that any potential costs arising from this proposal can be absorbed with existing resources.

Officials from the **Department of Health & Senior Services, Office of Administration, Governor's Office, Department of Mental Health, Department of Revenue, Department of Transportation, Department of Conservation, Missouri Consolidated Health Care Plan, State Emergency Management Administration, Department of Economic Development, Secretary of State's Office, Missouri Office of Prosecution Services, Office of State Courts Administrator, Administrative Hearing Commission, Division of Alcohol and Tobacco Control, Missouri Veteran's Commission, Department of Social Services, Department of Elementary and Secondary Education, Department of Agriculture, Missouri Gaming Commission, State Tax Commission, Missouri House of Representatives, State Auditor's Office, Department of Higher Education, Missouri Ethics Commission, Capitol Police, Missouri State Public Defender, Division of Fire Safety, State Treasurer's Office, Joint Committee on Public Employee Retirement and Joint Committee on Administrative Rules** assume there will be no fiscal impact on their agencies.

Officials from the **Department of Natural Resources (DNR)** assume, as written, this proposal appears to be permissive; therefore, for purposes of this fiscal note the department would not anticipate a direct fiscal impact

<u>FISCAL IMPACT - State Government</u>	FY 2012 (10 Mo.)	FY 2013	FY 2014
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2012 (10 Mo.)	FY 2013	FY 2014
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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FISCAL IMPACT - Small Business

The proposed legislation could have a positive economic impact on small businesses that are permitted scrap tire haulers, permitted scrap tire processing facilities or end users of scrap tire materials. Nearly 5.5 million scrap tires are generated each year in Missouri.

The positive impacts that could result from the proposed legislation are:

Increased revenue for permitted scrap tire haulers paid by state agencies or political subdivisions for transporting tires to a permitted scrap tire processing facility or end user of tire shred material.

Increased revenue for permitted scrap tire processing facilities or end users of tire shred material paid by state agencies or political subdivisions for taking the scrap tires or scrap tire shreds for recycling or disposal.

The negative impact that could result from this proposed legislation is:

The number of scrap tires remaining available from illegal dump site clean-ups across Missouri which require recycling or disposal by state agencies or political subdivisions is decreasing. Small processors may eventually be forced into competition with each other for available scrap tires or tire shred material. This could result in reduced revenues to the processors and end users as prices paid by state agencies or political subdivisions would likely decrease as competition for the remaining scrap tires and scrap tire shreds increases. (Note: The large tire piles of the 1970s and 1980s have been cleaned-up. The Department is currently working to clean tires from historic dump sites which frequently consist of fewer tires spread across larger acreages resulting in higher labor costs for clean-up activities.)

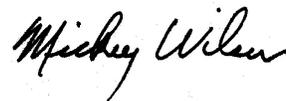
FISCAL DESCRIPTION

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

Attorney General's Office
Department of Health and Senior Services
Office of Administration
Governor's Office
Department of Mental Health
Department of Revenue
Department of Transportation
Department of Conservation
Missouri Consolidated Health Care Plan
State Emergency Management Administration
Department of Economic Development
Secretary of State's Office
Missouri Office of Prosecution Services
Office of State Courts Administrator
Administration Hearing Commission
Division of Alcohol and Tobacco Control
Missouri Veterans Commission
Department of Social Services
Department of Elementary & Secondary Education
Department of Agriculture
Missouri Gaming Commission
State Tax Commission
Missouri House of Representatives
State Auditor's Office
Department of Higher Education
Missouri Ethics Commission
Capitol Police
Missouri State Public Defender
Division of Fire Safety
State Treasurer's Office
Joint Committee on Public Employee Retirement
Joint Committee on Administrative Rules
Department of Natural Resources



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March 17, 2011

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