

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO.: 2541-01
BILL NO.: HB 1142
SUBJECT: Motor Vehicles; Farmers
TYPE: Original
DATE: December 10, 1999

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Highway Road Fund	(\$15,817)	(\$18,980)	(\$18,980)
Total Estimated Net Effect on <u>All</u> State Funds	(\$15,817)	(\$18,980)	(\$18,980)

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
None	\$0	\$0	\$0
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Revenue** assume this proposal would not fiscally or administratively impact their department.

Officials from the **Department of Transportation (MoDOT)** assume this proposal would reduce fees collected on all oversized loads of farm products, resulting in a negative fiscal impact equal to \$18,980 per year. Based on calendar year 1998 data, MoDOT issued approximately 155 annual permits costing \$100 each and 290 one-time permits costing \$12 each. The total fee collected from these permits was about \$18,980 per year. It is estimated that 20% of the fees collected comes from Missouri farmers and the remaining 80% of the fees from commercial haulers. If only Missouri farmers are exempted from paying the permit fee, the total fiscal impact on MoDOT would be \$3,796 per year. In accordance with the language of the proposed legislation, MoDOT assumes that all oversized loads of farm products would be exempted from the permit fee.

<u>FISCAL IMPACT - State Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
HIGHWAY ROAD FUND			
Lost permit fee revenue	(\$15,817)	(\$18,980)	(\$18,980)
 <u>FISCAL IMPACT - Local Government</u>	 FY 2001 (10 Mo.)	 FY 2002	 FY 2003
	\$0	\$0	\$0

FISCAL IMPACT - Small Business

If the permit exemption is applied to all oversized loads of farm products, the gain to both Missouri farmers and commercial haulers would be approximately \$18,980 per year. If this proposal exempts only Missouri farmers, their gain would be approximately \$3,796 per year.

DESCRIPTION

This proposal would repeal the special permit fees charged to any person allowing the movement on state and federal highways of farm products not in excess of fourteen feet in width.

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DESCRIPTION (continued)

Repealing the permit fees for oversized loads of farm products would have a negative fiscal impact on total state revenues.

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

Department of Transportation
Department of Revenue



Jeanne Jarrett, CPA
Director
December 10, 1999