COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.:3729-01Bill No.:SB 1025Subject:Business and Commerce; Public Service Commission; TelecommunicationsType:OriginalDate:January 22, 2004

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2005	FY 2006	FY 2007	
Total Estimated Net Effect on General Revenue				
Fund	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON STATE FUNDS				
FUND AFFECTED	FY 2005	FY 2006	FY 2007	
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0	

Numbers within parentheses: () indicate costs or losses. This fiscal note contains 4 pages. L.R. No. 3729-01 Bill No. SB 1025 Page 2 of 4 January 22, 2004

ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2005	FY 2006	FY 2007	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2005	FY 2006	FY 2007	
Local Government	\$0	\$0	\$0	

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Department of Economic Development - Public Service Commission (PSC)** state this proposal allows customer specific pricing for certain services. The bill also allows companies to offer special promotions or discounted rates, not only to new and/or former customers, but also existing customers. Companies may need to submit tariff filings to allow the additional customer specific pricing and will have to submit tariffs to allow the promotions and discounted rates. The Commission will review the tariffs outlining these provisions.

PSC is not requesting additional resources due to this proposal.

Officials of the **Department of Economic Development - Office of the Public Counsel** state this proposal would have no fiscal impact to their agency.

FISCAL IMPACT - State Government	FY 2005 (10 Mo.)	FY 2006	FY 2007
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

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FISCAL IMPACT - Local Government	FY 2005 (10 Mo.)	FY 2006	FY 2007
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

The proposed legislation would allow customer specific pricing for business customers in certain circumstances. This could potentially have an economic impact on small businesses since they would be able to negotiate individual pricing for their services.

DESCRIPTION

This proposal modifies Section 392.200, RSMo by adding instances where customer-specific pricing is authorized for telecommunication companies. This proposal provides the option for DS-1 related retail services when business services have been classified as competitive pursuant to Subsection 5 of Section 392.245, RSMo.

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 Economic Development Public Service Commission Office of the Public Counsel

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