

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 79TH LEGISLATIVE REGULAR SESSION**

**May 10, 2005**

**TO:** Honorable Tom Craddick, Speaker of the House, House of Representatives

**FROM:** John S. O'Brien, Deputy Director, Legislative Budget Board

**IN RE: HB87** by Reyna (Relating to the authority of a municipality to alter speed limits in an urban district within the municipality.), **As Passed 2nd House**

<b>No fiscal implication to the State is anticipated.</b>
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The bill would authorize the governing body of a municipality to declare a lower speed limit of not less than 25 miles per hour for a highway or portion of a highway in an urban district in the municipality that meets certain criteria. However, the municipality would not have the authority to lower the speed limit for a highway or portion of a highway that has four or more lanes used for vehicular travel.

The bill would take effect immediately if it were to receive the required two-thirds vote in both houses; otherwise, it would take effect September 1, 2005.

**Local Government Impact**

If a municipality were to decide to lower a speed limit, the municipality would incur the cost of replacing speed limit signs. The cost per sign can vary from \$125 to \$425. No significant fiscal impact to units of local government is anticipated.

**Source Agencies:**

**LBB Staff:** JOB, SR, DLBa