LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE, 79TH LEGISLATIVE REGULAR SESSION

March 15, 2005

TO: Honorable Mike Krusee, Chair, House Committee on Transportation

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.), **Committee Report 1st House, Substituted**

No fiscal implication to the State is anticipated.

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 is not an officially designated or marked a highway or road of the state highway system. 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