BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of Proposed Commission Rules)	
4 CSR 240-36.010, 36.020, 36.030, 36.040,)	Case No. TX-2003-0487
36.050, 36.060, 36.070, and 36.080.)	

FISCAL NOTE REVIEW MEMORANDUM

COMES NOW the Staff of the Missouri Public Service Commission ("Staff") and states:

- 1. In the Memorandum attached as Appendix A, the Staff advises the Commission that the Staff conducted a review of the fiscal estimates from the rules adopted in this rulemaking case, and has determined that no fiscal estimate changes need to be filed with the Secretary of State.
- 2. This rules adopted in this case established procedures for requesting and conducting arbitrations and mediations under sections 251 and 252 of the Telecommunications Act of 1996. The Commission's Orders of Rulemaking appeared in the July 15, 2004 *Missouri Register*, Volume 29, Number 14, adopting rules 4 CSR 240-36.010, 4 CSR 240-36.020, 4 CSR 240-36.030, 4 CSR 240-36.040 and 4 CSR 240-36.050 and became effective on August 30, 2004.
- 2. Section 536.200.2 RSMo. (2000) requires agencies to make a filing with the Secretary of State if, after the first full year after implementation, the cost of the rule exceeds the agency estimate. The first full fiscal year after the rules became effective was the fiscal year beginning July 1, 2005 and ending June 30, 2006.

WHEREFORE, Staff respectfully submits the attached Memorandum wherein the Staff states its conclusion that no fiscal estimate changes need to be filed with the Secretary of State

for rules 4 CSR 240-36.010, 4 CSR 240-36.020, 4 CSR 240-36.030, 4 CSR 240-36.040 and 4 CSR 240-36.050.

Respectfully submitted,

/s/ Nathan Williams

Nathan Williams Deputy Counsel Missouri Bar No. 35512

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Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record this 25th day of July 2006.

/s/ Nathan Williams

MEMORANDUM

To: Missouri Public Service Commission Official Case File

Case No. TX-2003-0487

From: Natelle Dietrich

Telecommunications Department

John Van Eschen/ July 24, 2006
Utility Operations Division/Date

Nathan Williams/ July 24, 2006
General Counsel's Office/Date

Subject: Rulemaking Fiscal Analysis Review

Date: July 24, 2006

The Secretary of State (SOS) published the Commission's Final Order of Rulemaking, which proposed new Commission rules at 4 CSR 240-36 and was the subject of Case No.TX-2003-0487. The rules established procedures for requesting and conducting mediation and arbitration pursuant to sections 251 and 252 of the Telecommunications Act. The rules became effective on August 30, 2004.

Section 536.200.2 RSMo 2000 requires agencies to make a filing with the SOS if, after the first full fiscal year after implementation, the cost of the rule exceeds the agency estimates. The Commission's General Procedure 1 (GP-1) requires a Staff investigation of the fiscal impact thirty days prior to end of first full fiscal year. According to GP-1, Staff is to prepare a memorandum within thirty days after the end of the first full fiscal year addressing whether the cost to all affected entities, including the Commission, has exceeded 10% of the estimated cost (or, where appropriate, \$500) reflected in the fiscal note. If costs are more than 10% or \$500, the General Counsel prepares a filing for action by the Commission.

This memorandum advises the Commission that Staff has not discovered any information that would show the cost estimates associated with the rule were not accurate. Additionally, Staff has contacted the industry for input on the fiscal review. Staff has not received any information from any party potentially or actually affected by the implementation of this rule that would indicate the public or private cost estimates as published in the *Missouri Register* were not accurate.

Since the Staff's investigation indicates the published cost estimates related to the implementation of 4 CSR 240-36 have not been exceeded, no *Missouri Register* publication is required under Section 536.200.2.

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

Rules 4 CSR 240-36.010, 36.020, 36.030, 36.040, 36.050, 36.060, 36.070, and 36.080) Case No. TX-2003-0487
AFFIDAVIT OF	Natelle Dietrich
STATE OF MISSOURI)) ss: COUNTY OF COLE)	
of lawful age and after being duly sworn, sta	g Fiscal Analysis Review Memorandum, and
Subscribed and affirmed before me this I am commissioned as a notary public v and my commission expires on	by the day of Auly, 2006, within the County of Cole, State of Missouri
ROSEMARY R. ROBINSON Notary Public - Notary Seal State of Missouri County of Callaway My Commission Exp. 09/23/2008	NOTARY PUBLIC