

FISCAL NOTE

Requested by Legislative Council

12/17/2004

Bill/Resolution No.: HB 1027

1A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2003-2005 Biennium		2005-2007 Biennium		2007-2009 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues		\$0	\$0	\$0	\$0	\$0
Expenditures		\$0	\$0	\$23,200	\$0	\$0
Appropriations		\$0	\$0	\$0	\$0	\$0

1B. **County, city, and school district fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

2003-2005 Biennium			2005-2007 Biennium			2007-2009 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

2. **Narrative:** *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

If this measure is enacted, it will be necessary for Job Service to incur expenditures for programming to our mainframe computer system to change our Unemployment Insurance (UI) base program to allow for the different method of calculating UI taxes for each taxable employer. Those expenditures are estimated at \$23,200. Our appropriation request for the 2005-2007 biennium includes all the anticipated Federal resources we will receive during that biennium. Thus, Job Service does not include any entries in the "Appropriations" line of Question 1A, as an increase in appropriation would not increase our resources.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

There is no additional revenue source from our Federal funding agency to cover this expenditure.

B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

The expenditure would be to enter into a contract with external programmers to program our mainframe UI system to handle the different method of calculating UI tax rates. The number of agency FTEs would not be changed. The projected expenditure would affect the operating expense line item and would be charged to the agency's federal funds. The expenditure, if any, would be offset against another planned expenditure in order to stay within the available federal resources.

C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

Our appropriation request for the 2005-2007 biennium includes all the Federal resources we anticipate receiving during that biennium. Job Service does not include any entries in the "Appropriations" line of Question 1A, as an increase in appropriation would not increase our resources. Thus, we enter "0" in this line.

Name: John Graham
Phone Number: 701-328-2843

Agency: Job Service
Date Prepared: 01/04/2005