

FISCAL NOTE
Requested by Legislative Council
01/02/2007

Bill/Resolution No.: SB 2129

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.*

	2005-2007 Biennium		2007-2009 Biennium		2009-2011 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$654,188		\$872,250
Expenditures			\$127,550	\$247,598		
Appropriations						

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

2005-2007 Biennium			2007-2009 Biennium			2009-2011 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

2A. Bill and fiscal impact summary: *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

This bill relates to child support enforcement. Section 5 allows for the enforcement of medical support obligations against custodial parents. Section 9 allows DHS to comply with federal regulations requiring fees on IV-D and non IV-D cases.

B. Fiscal impact sections: *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Section 5 of the bill will enhance child support collections. The amount of the increased collections is undeterminable.

Section 9 of the bill will generate revenues from the fees collected. The fees for the IV-D cases that have never been on assistance are based on federal regulations requiring \$25 per year after collecting \$500 on the case. The fees for nonIV-D cases assume a \$10 per month fee in months where collections are made. Expenses to implement the fees are a result of programming costs for modifications to the Child Support system.

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.*

The fees would start on January 1, 2008. Therefore, the 2007-09 biennium reflects 18 months of fee revenues. For the 2007-09 biennium the fees will generate total revenues of \$1,054,395 of which, \$654,188 will be departmental revenues and \$400,207 would be reimbursed to the federal government. For the 2009-11 biennium the fees will generate total revenues of \$1,405,860 of which, \$872,250 will be departmental revenues and \$533,610 would be reimbursed to the federal government.

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 department will incur programming costs of \$375,148 to implement the fee collections. The expense would require \$127,550 from the general fund and \$247,598 from federal funds.

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, for each agency*

and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.

The executive budget recommendation includes appropriation authority for child support system changes required by the federal government. This is one of those changes.

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