

FISCAL NOTE

Requested by Legislative Council
12/08/2008

Bill/Resolution No.: HB 1057

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.*

	2007-2009 Biennium		2009-2011 Biennium		2011-2013 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$608,808	\$0	\$190,709	\$0
Appropriations	\$0	\$0	\$0	\$0	\$0	\$0

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

2007-2009 Biennium			2009-2011 Biennium			2011-2013 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$306,605	\$0	\$0	\$367,926	\$0	\$0

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).*

governance of the veterans' home & department of veterans' affairs employees; county veterans' service officers, the commissioner of veterans' affairs, and the administrative committee on veterans' affairs; and to provide an appropriation.

Sections with fiscal impact are 1,4,5,6,9,12,13, and 14.

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 1: Accreditation of County Veteran Service Officers (CVSO's) with National Association of County Veterans Service Officers (NACVSO). It would cost an estimated \$3,500 per CVSO to attend this training. For 53 counties to send their CVSO's will total \$185,500 for 2009-2011. (based on expenses of State VSO's attending this training in 2008. With an estimated 20% increase in costs the 2011-2013 biennium would cost \$222,600.00.

Section 4: Veterans Home: Governor appoints board members and \$135 per day per member in compensation for meetings. No cost for appointments (per governors office). Cost for meetings \$39,555.00 for 2009-2011 biennium and \$16,065.00 for 2011-2013 biennium. (based on number of meetings anticipated by governing board)

Section 5: Governor appoints commissioner: No cost of appointment. \$5,000 estimated to move commissioner to Bismarck. (based on governors office stating no expense)
Section 1: Accreditation of County Veteran Service Officers (CVSO's) with National Association of County Veterans Service Officers (NACVSO). It would cost an estimated \$3,500 per CVSO to attend this training. For 53 counties to send their CVSO's will total \$185,500 for 2009-2011. (based on expenses of State VSO's attending this training in 2008. With an estimated 20% increase in costs the 2011-2013 biennium would cost \$222,600.00.

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Section 6: Move Commissioners office to Bismarck. Total expense estimated at \$454,526.89 in 2009-2011. This accounts for all moving expenses for office equipment, higher rent expense, employee moving expenses (\$5,000 each) and estimated employee turnover expenses (1.5 times annual salary). 2011-2013 would cost an estimated \$54,343.58 in additional office rent expenses. (currently locked into low office rental contract for next 5 years).

Section 9: Reduce Administrative Committee of Veterans Affairs (ACOVA) member size from 15 to 7 (one being chairman): This would save an estimated \$12,000 during 2009-2011 biennium and \$10,700 during the 2011-2013 biennium, in hotels, mileage and per diem expenses. (based on number of meetings and costs for those meetings in past)

Section 12: Compensation of ACOVA committee members of \$135 per day for meetings and other appointments. This would cost an additional \$9,450 for 2009-2011 and \$9,450 for 2011-2013 bienniums for the proposed 7 members.(based on number of meetings in past)

Section 13: Two current FTE's conduct training full time: This would cost an estimated \$85,858.50.00 in additional expenses for training materials and travel costs during 2009-2011 biennium and \$84,849.35 during the 2011-2013 biennium.(would have to add laptops, projectors, and blackberry's as well as hotel,miles and per diem to visit each county 2 times in a biennium).

Section 14: Contract training with NACVSO's. This would bring the NACVSO trainer to North Dakota to conduct certification training and certify the CVSO's. This would cost \$26,417.18 to the state and an estimated \$121,105.00 for the counties during 2009-2011 biennium and \$31,700 to the state and \$145,326.00 to the counties during the 2011-2013 biennium.

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.*

No revenue created by this bill.

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.*

Expenditure as listed in Fiscal impact sections. Total of all expenditures for 2009-2011 would be \$915,412.57 (\$608,807.57 for State and \$306,605.00 for the counties) Total expenditures for 2011-2013 would be \$558,,634.55 (\$190,708.55 for state and \$367,926.00 for Counties). The total for the state and counties during the next two bienniums combined would be an estimated \$1,474,047.12.

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.*

No appropriations other than this bill.

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