

FISCAL NOTE

Requested by Legislative Council
03/18/2009

Amendment to: SB 2101

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	\$0	\$600	\$0	\$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	\$0	\$0	\$0	\$0	\$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).*

This bill amends statute to clarify the rounding methodology used by the agency in calculations made during the annual tax rate setting process. This amendment reflects the current calculation processes employed by Job Service North Dakota.

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.*

The sections of the bill creating a fiscal impact are: Section 1 (6)(b)(1) and Section 2 (2). Although SB2101 reflects current tax rate setting processes, one section of the measure creates the need to complete programming of our mainframe computer application. The programming relates to the assignment of rates for new employers. By existing statute, the assigned rate must be the greater of ninety percent of the positive employer maximum rate or a rate of one percent. The current programming does not accommodate for the one percent provision.

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.*

NA – Because the measure reflects current tax rate calculation processes, no additional revenues will be received.

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.*

Scope of work to be done:

- Analysis – None
- Design – None
- Coding and unit testing – 3 hours
- Program (JTA31), change programming to accommodate section 1 (6)(b)(1) where new employers must be assigned a rate that is ninety percent of the positive employer maximum rate or a rate of one percent, whichever is greater. Program does not accommodate for the one percent – 3 hours
- Rate calculations in the program are calculated using

rounding to the nearest one-hundredth of one percent already.

- User Acceptance Testing – 2 hours
- Implementation – 1 hour

Total Hours for Project: 6 hours

Cost: 6 hours x \$100.00/hour = \$600.00

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.*

Name:	Darren Brostrom	Agency:	Job Service
Phone Number:	701-328-2843	Date Prepared:	03/18/2009