

FISCAL NOTE

Requested by Legislative Council
12/22/2008

Bill/Resolution No.: SB 2107

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	\$10,800	\$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 will require employers with more than twenty-four employees to file contribution and wage reports electronically. The bill would be effective for taxable years beginning after December 31, 2009.

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 section of the bill creating a fiscal impact is:

Section 1.

The fiscal impact is a result of the need to program our mainframe computer system, as well as our internet-based unemployment insurance application. Changes relate to identifying employers required to report electronically, automatic verification of the usage of an approved electronic method, notification of employers of the requirement, and the correct assessment of penalties for non-conformance.

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 – No additional revenues are projected. Staff time savings from reduced data input will be used to enhance productivity, minimize the usage of temporary staff, provide necessary support for unemployment insurance modernization, and improve customer service.

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 – 8 hours
- Design – 8 hours
- Coding and unit testing – 64 hours
- 2 overlay (120, 121) changes for notices to employers - 16 hours
- Program changes to accommodate overlay changes for notices

- to employers (JTD18) – 8 hours
- Program changes for assessing penalty on input screen (JT303) – 20 hours
- Program changes for assessing penalty quarterly (JTQ22) – 20 hours
- System Testing – 8 hours
- User Acceptance Testing – 16 hours
- Implementation – 4 hours

Total Hours for Project: 108 hours

Cost: 108 hours x \$100.00/hour = \$10,800

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:	12/24/2008