

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: HB 1200 Amendment to: _____

Requested by: Legislative Council Date of Receipt: _____

Please estimate the fiscal impact of the above measure for:

State general or special funds Counties Cities

In the following space note the fiscal effect in dollars of this measure:

Narrative:

The transfer of the Ag Products Utilization Commission to the Economic Development Commission will provide a savings of \$80,660 in personnel costs and \$19,903 in operating costs, thereby reducing the cost of administering this program from \$181,863 to \$81,300 - a reduction of \$100,563. That savings plus an increase of \$52,505 in the recommended budget will increase the money available for research grants by \$153,068.

Line Item	1987-89	%	1989-91	%	Change
Salaries & Wages	\$116,058		\$ 35,398		\$(80,660)
Operating	65,806	35.7	45,902	14.4	(19,903)
Grants	326,930	64.2	479,998	85.5	153,068
Total	\$508,793		\$561,298		\$ 52,505

The savings in salaries and wages occurs due to the elimination of an Economic Development Specialist III position which is the Director's position. His duties will be assumed by current staff of the Economic Development Commission. The major savings in the operating expenses are in the rent (\$14,193) and travel expense line item (\$1,753). The consolidation includes a physical move of the Ag Products Utilization staff to the Memorial Building, eliminating the need for office space rental. Travel has been reduced due to the consolidation because both Ag Products Utilization and EDC will be represented at trade shows by 1 EDC staff member rather than by a member from each agency.

State Fiscal Effect:

1989-90		1990-91		Biennium Total	
General Fund	Special Funds	General Fund	Special Funds	General Fund	Special Funds

County and City Fiscal Effect:

1989-90		1990-91		Biennium Total	
Counties	Cities	Counties	Cities	Counties	Cities

If additional space is needed, attach a supplemental sheet.

Signed 

Typed Name Laura Glatt

Date Prepared: 01/12/89

Department OMB