

FISCAL NOTE

(Return original and 10 copies)

/ Resolution No.: _____

Amendment to: HB 1226

Requested by Legislative Council

Date of Request: 02/25/97

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, cities, and school districts.

Narrative: See attached page.

2. State fiscal effect in dollar amounts:

	1995-97		1997-99		1999-2001	
	<u>Biennium</u>		<u>Biennium</u>		<u>Biennium</u>	
	General	Special	General	Special	General	Special
	<u>Fund</u>	<u>Funds</u>	<u>Fund</u>	<u>Funds</u>	<u>Fund</u>	<u>Funds</u>
Revenues:						
Expenditures:	-0-		2,491,565	(2,241,237)	2,445,069	(3,851,651)

3. What, if any, is the effect of this measure on the appropriation for your agency or department:

a. For rest of 1995-97 biennium:	-0-
b. For the 1997-99 biennium:	250,328
c. For the 1999-2001 biennium:	(1,406,582)

4. County, City, and School District fiscal effect in dollar amounts:

	1995-97			1997-99			1999-2001		
	<u>Biennium</u>			<u>Biennium</u>			<u>Biennium</u>		
	<u>Counties</u>	<u>Cities</u>	<u>School Districts</u>	<u>Counties</u>	<u>Cities</u>	<u>School Districts</u>	<u>Counties</u>	<u>Cities</u>	<u>School Districts</u>
Revenues:	-0-			605,357			605,357		
Expenditures:									
Grants	-0-			(2,729,808)			(3,413,584)		
Administration	-0-			937,579			1,482,982		
Total Expenditures				<u>(1,792,229)</u>			<u>(1,930,602)</u>		

If additional space is needed, attach a supplemental sheet.

Signed Mike Schwindt

Typed Name Mike Schwindt

Date Prepared: March 3, 1997 Department Human Services

Phone No. 328-4666

FISCAL NOTE

Bill / Resolution No.: **HB 1226**

Narrative:

Department of Human Services:

We estimate 12.5 FTEs are needed for the centralized receipting/disbursement and new hire reporting functions. DHS estimates the cost of these additional functions would be approximately \$1,138,612.

An estimated 60% of the child support cases are IV-D cases and based upon a 1994 clerk of court survey, 55% of their time is spent on collections and disbursements. Assuming a phase-in process where all the clerks are on-line by October 1, 1998 we anticipate a total decrease of \$325,563 for the cost of clerks of court in the 1997-1999 biennium.

Effective January 1998, this bill requires the state to pay the county share of the AFDC, unemployed parent, JOBS, JOBS child care and transitional child care grants (\$2,514,040) and the county social service boards to pay the administrative expenses for the statewide rollout of TEEM with the exception of the initial purchase of hardware and software.(\$992,925)

The bill also establishes the county share of the AFDC, unemployed parent, JOBS, JOBS child care and transitional child care grants to be at 5.2% for the first 6 months of the biennium. (\$215,768)

This bill also includes an appropriation of \$200,000 in special funds to be paid for the purpose of providing additional child care assistance and employment and training grants.

State Treasurer's Office:

HB 1226 would require 1 additional FTE for a Clerk III - General Office to accommodate the centralized receipting/disbursement function for a cost of \$38,707 for the 1997-1999 biennium.

Office of Management and Budget:

HB 1226 would require a \$1,000 one-time cost for the programming of a new hire report and \$400 a biennium to produce a semi-monthly new hire report .

The fiscal note is predicated on assumptions based on HB 1226 as amended and on appropriation bills as introduced. Subsequent house action on HB 1012 would change the fiscal note as follows:

The DHS appropriation request contained in HB 1012 as amended by the house, contains 11 FTES for the centralized receipting/disbursement and new hire reporting functions and no appropriation for postage and supplies for a total shortfall of \$336,402.

Also based upon house action to the DHS appropriation request contained in HB 1012, effective January 1, 1998 the county share of grants to be paid by the state would be \$2,415,867 and the county social service boards would pay \$1,320,441 for administrative expenditures. These changes would also cause the county share of TANF and child care block grants at 5.2.% to be \$157,977 for the first 6 months of the biennium.

We are unaware of any adjustments to the OMB and State Treasurer's appropriation bills to cover the increased costs.

No other agencies anticipate a fiscal impact resulting from the passage of HB 1226.