

FISCAL NOTE

(Return original and 10 copies)

Bill/Resolution No.: _____ Amendment to: HB 1493

Requested by Legislative Council _____ Date of Request: 2-15-99

- 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

- 2. State fiscal effect in dollar amounts:

1997-99 Biennium		1999-2001 Biennium		2001-03 Biennium	
General Fund	Special Funds	General Fund	Special Funds	General Fund	Special Funds

Revenues:

Expenditures: \$51,211 (\$38,827) \$51,211 (\$38,827)

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

- a. For rest of 1997-99 biennium: _____
b. For the 1999-2001 biennium: _____
c. For the 2001-03 biennium: _____

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

1997-99 Biennium			1999-2001 Biennium			2001-03 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

If additional space is needed, attach a supplemental sheet.

Signed Dave Krabbenhoft

Typed Name Dave Krabbenhoft

Department OMB

Phone Number 328-1024

Date Prepared: 2-15-99

Narrative – Amendment to HB 1493

To prepare an accurate fiscal note, a thorough study of the effects of combining the three agencies would have to be conducted. Due to time constraints, a thorough study is not possible. Therefore, this fiscal note is based on the following assumptions:

1. The salary of the commissioner (\$57,120) is funded with 67% special funds and 33% general funds, (Banking and Finance and Insurance are funded with 100% special funds; Securities is funded with 100% general funds). For the 97-99 biennium the salary of the commissioner is funded with 100% special funds.
2. A new FTE is not created for the director of insurance position. It is assumed that the existing deputy position would be reclassified to the director of insurance position.
3. The state commerce advisory board will meet 2 times a year. Each meeting of the advisory board will last two days. Board member compensation and expenses are funded with 67% special funds and 33% general funds. For purposes of this fiscal note per day board member expenses are as follows:
 - Compensation - \$62.50
 - Meals - \$20.00
 - Lodging - \$42.51 (\$39.00 plus 9% tax)
 - Mileage - \$50.00 (200 miles @ .25/mile)
4. Whether the agencies would be co-located or would continue to be located separately is not addressed in the bill, therefore, those effects are not addressed in this fiscal note and are unknown.
5. Dependent on the results of the merger study, other costs and positions could possibly be eliminated. However, due to time constraints, specifically identifying such costs and positions would be highly speculative. Therefore, those effects are not addressed in this fiscal note and are unknown at this time.