

FISCAL NOTE

Requested by Legislative Council

01/18/2001

Bill/Resolution No.: HB 1337

Amendment to:

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.*

	1999-2001 Biennium		2001-2003 Biennium		2003-2005 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$10,000	\$0	\$0	\$0
Appropriations	\$0	\$0	\$10,000	\$0	\$0	\$0

1B. County, city, and school district fiscal effect: *Identify the fiscal effect on the appropriate political subdivision.*

1999-2001 Biennium			2001-2003 Biennium			2003-2005 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

2. Narrative: *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

Although the Secretary of State's office was asked to prepare this fiscal note, the fiscal impact of this bill will be to the Labor Department's budget depending on the timing mandated by the bill.

Because several provisions of the bill require a cooperative effort between the Secretary of State's office and the Labor Department, the two agencies have met to determine the fiscal impact, which would be prompted by the public notice requirement found in Subsection 5 of Section 2 of the bill (page 5, lines 28-31).

The Labor Department is already required by law to distribute notices (e.g., Wage and Working Conditions Order) for posting by all employers in the state. Therefore, it is only logical that the distribution and posting requirement required by this bill would become the responsibility of the Labor Department because the agency is already equipped to distribute such notices.

However, there still will be a fiscal impact to the Labor Department. That is, depending on the timing of the notices.

For example, if the Labor Department were to include the bill's notice requirement as a part of the Wage and Working Conditions Order and was required to develop and distribute a new version of the order for the sole purpose of complying with the new law, the immediate fiscal impact to the Labor Department would be approximately \$10,000.

On the other hand, if the Labor Department were allowed to include the bill's notice requirement as a part of the next updated version of the Wage and Working Conditions Order, which will be developed and distributed within a year's time, the fiscal impact to the Labor Department would be none.

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.*

None

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.*

The expenditures will be \$10,000 or none depending on the options selected by the legislature as noted in the narrative.

C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

The Labor Department would need an appropriation of \$10,000, if a special printing and distribution of the Wage and Working Conditions Order is required by the bill. On the other hand, if the bill allows the agency to include the notice with its next printing of the Wage and Working Conditions Order, the agency would not require an additional appropriation.

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Agency: Secretary of State
Date 01/23/2001
Prepared: