

FISCAL NOTE

Requested by Legislative Council
01/21/2003

Bill/Resolution No.: HB 1460

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.*

	2001-2003 Biennium		2003-2005 Biennium		2005-2007 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$476,697		\$455,328
Expenditures			\$7,172	\$476,697	(\$6,528)	\$455,328
Appropriations			\$7,172	\$476,697		

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

2001-2003 Biennium			2003-2005 Biennium			2005-2007 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

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

Currently, when a child is born to a family receiving Temporary Assistance for Needy Families (TANF), the family does not see an increase in their benefits (benefit cap). This bill would remove that benefit cap, resulting in additional TANF benefits being paid out to those families. Removal of the benefit cap would require programming changes to the Vision system. Since TANF benefits are used in determining the food stamp benefit, there would be a corresponding decrease in food stamp benefits for the affected families. Under current law, benefit cap children cannot be referred to the child support enforcement agency because they are not receiving a grant. This bill would require them to be referred which would result in additional child support collections.

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.*

Total other revenue received under this bill would be approximately \$476,697. The Department would receive \$651,942 of federal funds for the increase TANF benefits and programming changes to the Vision system during the 03-05 biennium. The additional child support collections would generate approximately \$6,307. The decrease in food stamp expenditures would decrease federal funds from the food stamp program by \$181,552 in the 03-05 biennium. { \$651,942 + \$6,307 - \$181,552 = \$476,697 }

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.*

During the 03-05 biennium expenditures will increase by approximately \$483,869, consisting of an increase in grant expenditures of \$440,912 and operating expenditures of \$42,957 for the necessary program changes to the Vision system.

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 Executive Budget for 2003-2005 does not contain the funding for this policy change and therefore additional appropriation authority totaling \$483,869, with \$7,172 being general funds would need to be added to the Department's budget.

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Agency: Human Services
Date Prepared: 01/24/2003