

FISCAL NOTE

Requested by Legislative Council
03/21/2003

Amendment to: SB 2083

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				(\$104,549)		(\$108,183)
Expenditures			(\$1,986,433)	(\$104,549)	(\$2,055,480)	(\$108,183)
Appropriations						

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
			\$84,600			\$89,562		

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

This bill would reduce the SPED liquid assets test amount from \$50,000 to \$25,000, and would also limit "other assets". As a result, an estimated 207 cases would be closed and SPED expenditures would be reduced by \$2,090,982 in the 2003-2005 biennium. The effects of changing the liquid asset test from \$50,000 to \$25,000 results in an estimated savings of \$1,737,434 and was included in the 2003-2005 Executive Budget. If the bill passes, \$4,259,136 would need to be added back into the DHS budget request (SB2012) for 2003-2005 as amended by the Senate.

Currently, each client receives one full assessment each year.

However, it is estimated the financial eligibility determination will take an additional two hours for each client. The additional salary cost to the counties is estimated to be \$189,149 for the 2003-2005 biennium.

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.*

Revenue from the counties would be reduced by \$104,549 in 2003-2005 and by \$108,183 in 2005-2007 because of the reduced number of clients.

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.*

Grant expenditures would be reduced by \$2,090,982 in the 2003-2005 biennium and by \$2,163,663 in the 2005-2007 biennium. In the 2003-2005 biennium, it would be a reduction in general funds of \$1,986,433 and county funds of \$104,549.

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.*

If the bill passes, \$4,259,136 would need to be added back into the DHS budget request for 2003-2005 as amended by the Senate.

Name: Debra A. McDermott
Phone Number: 328-3695

Agency: Human Services
Date Prepared: 03/24/2003