

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2014-15		FY 2015-16	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See below		See below	

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB935 provides for a review and approval (or disapproval) process for major relocations of state services from one jurisdiction to another. For purposes of the bill, this would apply to instances where the relocation is projected to cost or have a fiscal impact of \$15 million or more.

The process includes filing information with the Executive Board of the Legislative Council regarding seven specific items of the proposed relocation. This information is then referred to standing committee which has jurisdiction over the state service to be moved. The standing committee shall investigate the proposed move and hold a public hearing. The standing committee shall introduce a resolution that approves, disapproves, or takes no position on moving the state service. Any move of a state service subject to this section shall be approved by the Legislature prior to implementation by either approving the move by resolution or taking no position on the move.

Any potential cost of this bill is difficult to estimate. First it's likely that there will be very few instances in which this process would be utilized. Second, it's also likely that much of the information called for in Section 1 would already be compiled as part of an agency's consideration of any potential relocation. And third, the bill refers to information to be provided by the agency, much relating to the costs of the relocation, but does not identify specific criteria to be used by the standing committees and Legislature in determining approval or rejection of the relocation. There could potentially be cost savings or cost increases as a result of any review and approval under this process depending on the action of the standing committees and the Legislature.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 935	AM:	AGENCY/POLT. SUB: Dept. of Administrative Services	
REVIEWED BY: Gary Bush		DATE: January 28, 2014	PHONE: 471-4161
COMMENTS: Agree with the Dept. of Administrative Services estimate of impact.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 935	AM:	AGENCY/POLT. SUB: Dept. of Health and Human Services	
REVIEWED BY: Gary Bush		DATE: February 12, 2014	PHONE: 471-4161
COMMENTS: The agency estimate of \$250,000 to complete a program statement to move a program from one jurisdiction to a different jurisdiction appears to be reasonable.			

Please complete ALL (5) blanks in the first three lines.

2014

LB⁽¹⁾ 935

**FISCAL
NOTE**

State Agency OR Political Subdivision Name: ⁽²⁾ Administrative Services / State Building Division

Prepared by: ⁽³⁾ Jeff Jensen / Dennis Summers Date Prepared: ⁽⁴⁾ 01/20/2014 Phone: ⁽⁵⁾ 402-471-0422
402-471-8351

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2014-15</u>		<u>FY 2015-16</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
CASH FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FEDERAL FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
OTHER FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL FUNDS	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>0</u></u>

Explanation of Estimate:

LB935 requires any state agency that seeks to move a state service from one jurisdiction to another, that is projected to cost or have a fiscal impact of \$15 million or more, to submit to the Executive Board of the Legislative Counsel a proposal, justification, review of long-term cost, if any, measurable goals for improvement the quality of the service, an assessment of the feasibility of alternatives within the state agency, any known or foreseeable legal, environmental or other issues related to the proposed move, and a description of economic development efforts that will be undertaken to use any facility abandoned by the move or to create new economic activity for the jurisdiction from which the service is moved.

The bill has no fiscal impact on Administrative Services.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2014-15 EXPENDITURES</u>	<u>2015-16 EXPENDITURES</u>
	<u>14-15</u>	<u>15-16</u>		
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

State Agency or Political Subdivision Name:(2) Department of Health and Human Services

Prepared by: (3) Steve Shively

Date Prepared:(4) 2-11-14

Phone: (5) 471-0676

	FY 2014-2015		FY 2015-2016	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$0		\$ 0	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$0	\$0	\$ 0	\$0

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

The cost of moving a service would include the cost of a program statement at \$250,000. To meet the requirements of this bill the program statement would be modified to include the additional requirements outlined in the bill. (a) A description of the proposed move, (b) justification for the proposed move, (c) a review of the long term cost, if any, (d) measurable goals for improving the quality of the service, (e) an assessment of the feasibility of alternatives within the state agency to moving the service, (f) any known or foreseeable legal, environmental, or other issues related to the proposed move, and (g) a description of economic development efforts that will be undertaken to use any facility abandoned by the move or to create new economic activity for the jurisdiction from which the service is moved. This cost would be for one move of a service.

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:	NUMBER OF POSITIONS		2014-2015	2015-2016
	POSITION TITLE	14-15	15-16	EXPENDITURES
Benefits.....				
Operating.....			\$0	\$ 0
Travel.....				
Capital Outlay.....				
Aid.....				
Capital Improvements.....				
TOTAL.....			\$0	\$ 0