

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	317,000 to 2,107,000			
CASH FUNDS			(See below)	(See below)
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	317,000 to 2,107,000			

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

LB 1033 appropriates \$2,107,000 from the General Fund to the Game and Parks Commission in FY14-15 for projects at Arbor Lodge State Historical Park. Legislative intent is given that the Commission is to negotiate a contractual agreement that will transfer the responsibility for annual operations and maintenance to a local partner. Up to \$317,000 of the appropriation can be spent prior to a contractual agreement being in place.

It would appear that the expenditure of \$317,000 could occur whether or not a contract is executed, so it is assumed that passage of LB 1033 will result in General Fund expenditures of this amount. Whether the balance of \$1,790,000 is expended or not will depend on whether a contractual agreement is reached with a local partner.

If the operation and maintenance of Arbor Lodge does transfer to a local partner it will result in a decrease in future Game and Parks Commission expenditures and revenue. Using actual calendar year 2012 numbers for illustration, expenditures would decrease by \$326,280 and revenue would decrease by \$50,130.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 1033	AM:	AGENCY/POLT. SUB: Nebraska Game & Parks Commission	
REVIEWED BY: Cindy Miserez		DATE: 01/30/2014	PHONE: 402-471-4174
COMMENTS: I concur with the Nebraska Game & Parks Commission's statement of fiscal impact for LB1033.			

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

2014

LB⁽¹⁾ 1033

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Nebraska Game and Parks Commission

Prepared by: ⁽³⁾ Patrick H. Cole

Date Prepared: ⁽⁴⁾ 1/28/2014

Phone: ⁽⁵⁾ 4024715523

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>2,107,000</u>	<u> </u>	<u> </u>	<u> </u>
CASH FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
FEDERAL FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
OTHER FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Explanation of Estimate:

The proposed legislation would appropriate \$2,107,000 from the General Fund for FY2014-15 to the Game and Parks Commission for deferred maintenance, improvement and ADA projects at Arbor Lodge State Historical Park. In addition the legislation calls for the Commission to negotiate a contract that would transfer the responsibilities of annual operations and maintenance of the area to a local partner. Until such time as a contractual agreement is exercised, the Commission may only spend \$317,000 of the appropriated funds.

Absent any specific language in the legislation, it appears that standard contract procurement processes would need to be followed. A formal Request For Proposal (RFP) process would need to be followed. Since displacement of state employees (2 FTE's plus seasonal staff) is possible, additional requirements must be met. Among the additional requirements is an estimate of the long-term cost savings, measurable goals for improving the quality of the services, and an assessment of the feasibility of alternatives. If displacement of employees is anticipated, a thorough analysis of transitional costs to include possible unemployment compensation or relocation costs, as well as contract oversight costs, would need occur.

Most of the analysis components required in the RFP process are dependent upon knowing the terms and conditions of the proposal. Since details of a potential contract, who will be responsible for what, and at whose expense, specific impacts are non-determinable at this point. Due to the possible length of time necessary to execute a mutually agreeable contract, any unexpended authority at the end of FY2014-15 and subsequent years, would need re-appropriation.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

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