

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2015-16</b>		<b>FY 2016-17</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	0	0	See below	See below
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS	0	0	See below	See below
TOTAL FUNDS	0	0	See below	See below

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

LB24 changes provisions relating to the Nebraska Capitol Commission and the Office of the Nebraska Capitol Commission.

According to Sec. 72-2204: For administrative **and budgetary** purposes, the office (*Office of the Nebraska Capitol Commission*) shall be housed within the Department of Administrative Services (DAS), which department shall provide all of the accounting, personnel, information management, and communication support for the office. The DAS fiscal note for LB24 indicates that currently, DAS Central Finance staff provide assistance to OCC in the development, monitoring and submission of OCC’s budget, and provides other financial services to OCC. Section 1 of LB24 strikes the “**and budgetary**” terminology referenced above. While it is not clear that striking this “budgetary” reference would preclude the existing arrangement under which DAS-Central Finance provides budgetary support services to OCC, the DAS fiscal note indicates the provisions of LB24 may necessitate the addition of 0.5 FTE Administrative Assistant II position (presumably to the OCC staff) to assist in meeting the provisions of LB24.

Section 3 of LB24 amends Sec. 72-2213 by adding a new subsection (5):

(5) **All** office or storage space in the State Capitol shall be subject to rental rates as provided in section 81-1108.38.

Section 4 of LB24 amends Sec. 81-1108.38. These amendments include a new subsection (3) of this section that provides:

(3) The commission (Nebraska Capitol Commission) **may** ..... (b) establish rental rates to be effective July 1, 2017, and periodically thereafter, for office or storage space in the State Capitol that reflect operating costs including routine maintenance and repairs. The commission shall remit all rent received under subdivision (b) of this subsection to the State Treasurer for credit to the Capitol Commission Revolving Fund.

The DAS fiscal note for LB24 provides an estimate of a Capitol rental rate per square foot (of an estimated 226,376 square feet of office and storage space occupied by Capitol occupant state agencies) that would be necessary to generate revenue sufficient to meet OCC’s 2014-15 operating budget of \$3,693,302 (98.9% of which is supported by appropriation of General Funds). This estimated rental rate is \$16.31 per square foot. To the extent that the Nebraska Capitol Commission **may** establish rental rates effective July 1, 2017 for Capitol occupant agencies, related revenue would accrue to the Capitol Commission Revolving Fund and be available to support the OCC operating budget beginning in FY2017-18 and offset the current General Fund appropriation level for this purpose. However, this General Fund reduction would presumably be substantially offset by requests from Capitol occupant agencies for General Funds to meet rental charges for which they heretofore have not been obligated. Only a minor proportion of Capitol space is occupied by entities that could utilize funds other than the General Fund (i.e. cash or revolving funds) to meet rental charges for space which they occupy in the Capitol.

Ultimately, the fiscal impact of LB24 is currently indeterminate. While the bill provides that the Nebraska Capitol Commission **may** establish rental rates to be effective July 1, 2017 for Capitol occupant agencies, it does not require such. The fiscal impact of LB24 is largely dependent up whether and the extent to which the Nebraska Capitol Commission would establish rental rates for Capitol occupant agencies under authority granted by the bill.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 24	AM:	AGENCY/POLT. SUB: Secretary of State	
REVIEWED BY: Gary Bush		DATE: 1/20/15	PHONE: 471-4161
COMMENTS: Agree with the estimates provided by the agency for the potential impact.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 24	AM:	AGENCY/POLT. SUB: Dept. of Administrative Services	
REVIEWED BY: Gary Bush		DATE: 1/20/15	PHONE: 471-4161
COMMENTS: Agree with the estimates provided by the agency for the potential impact to DAS and to other agencies.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 24	AM:	AGENCY/POLT. SUB: Treasurer	
REVIEWED BY: Gary Bush		DATE: 1/20/15	PHONE: 471-4161
COMMENTS: Section 3(5) of the bill provides that all "office or storage space" shall be subject to rental rates as determined in section 4(3)(b). Section 4(1)(g) provides for the State Capital Administrator to keep on file all signed leases for space that was not allocated in 72-2213. Because the Treasurer is allocated space in 72-2113 and all space would be subject to rental rates, it appears the Treasurer would be required to pay rent and have a fiscal impact because of the new rent cost. The actual impact would be determined by the amount of space used and the rental rate determined by the Capital Commission for the Treasurer.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 24	AM:	AGENCY/POLT. SUB: Governor's Office	
REVIEWED BY: Gary Bush		DATE: 1/20/15	PHONE: 471-4161
COMMENTS: No basis to disagree with the estimate provided.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 24	AM:	AGENCY/POLT. SUB: Supreme Court	
REVIEWED BY: Gary Bush		DATE: 1/20/15	PHONE: 471-4161
COMMENTS: No basis to disagree with the estimate provided by the Supreme Court.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 24	AM:	AGENCY/POLT. SUB: Attorney General	
REVIEWED BY: Gary Bush		DATE: 1/16/15	PHONE: 471-4161
COMMENTS: Section 3(5) of the bill provides that all "office or storage space" shall be subject to rental rates as determined in section 4(3)(b). Section 4(1)(g) provides for the State Capital Administrator to keep on file all signed leases for space that was not allocated in 72-2213. Because the Attorney General is allocated space in 72-2113 and all space would be subject to rental rates, it appears the Attorney General would be required to pay rent and have a fiscal impact because of the new rent cost. The actual impact would be determined by the amount of space used and the rental rate determined by the Capital Commission for the Attorney General.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 24	AM:	AGENCY/POLT. SUB: Auditor of Public Accounts	
REVIEWED BY: Gary Bush		DATE: 1/16/15	PHONE: 471-4161
COMMENTS: Estimate of impact by the Auditor of Public Accounts appears to be reasonable given the assumptions made.			

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

**2015**

**LB<sup>(1)</sup> 24**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup>

STATE TREASURER

Prepared by: <sup>(3)</sup> Jason Walters

Date Prepared: <sup>(4)</sup> January 16, 2015

Phone: <sup>(5)</sup> 402-471-2793

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2015-16</u>		<u>FY 2016-17</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

No fiscal impact

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2015-16</u>	<u>2016-17</u>
	<u>15-16</u>	<u>16-17</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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

**2015**

**LB<sup>(1)</sup> 24**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup>

Supreme Court

Prepared by: <sup>(3)</sup> Eric Asboe

Date Prepared: <sup>(4)</sup> 1/17/15

Phone: <sup>(5)</sup> 471-4138

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2015-16</u>		<u>FY 2016-17</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

**Explanation of Estimate:**

No fiscal impact during the FY15-17 biennium.

LB 24 requires rent to be paid, starting July 1, 2017, on Capitol space not allocated by Neb. Rev. Stat. § 72-2213. The Supreme Court currently occupies space not allocated by this statute. Therefore, General Fund, and possibly Cash and Federal Fund, expenditures would increase starting in FY17-18 based on the rental rates established. The amount of increase cannot be estimated at this time since the rental rate and the amount of space subject to that rate is unknown.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2015-16</u>	<u>2016-17</u>
	<u>15-16</u>	<u>16-17</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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

**2015**

**LB<sup>(1)</sup> 24**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup>

Governor (Agency 07)

Prepared by: <sup>(3)</sup> Lauren Kintner

Date Prepared: <sup>(4)</sup> January 16, 2015

Phone: <sup>(5)</sup> 471-2414

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2015-16</u>		<u>FY 2016-17</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate: The bill has two impacts on Agency 07.

The Governor's power to appoint the State Capitol Administrator would be eliminated. The position would be appointed by the Nebraska Capitol Commission. There is no fiscal impact associated with that provision of the bill.

The bill would require the Governor's Office to pay rent for all space that it occupies in the State Capitol. Currently, no state agencies which occupy space in the Capitol pay rent. The bill fails to state how the amount of the new rental charges will be derived; therefore, it is not possible to attribute a precise General Fund impact to the Governor's Office. The agency cannot absorb a new rental charge for its office and storage space within current budget resources. A General Fund appropriation to the agency would be required.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2015-16</u>	<u>2016-17</u>
	<u>15-16</u>	<u>16-17</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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

**2015**

**LB<sup>(1)</sup> 24**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup>

Nebraska Secretary of State

Prepared by: <sup>(3)</sup> Suzanne Hinzman

Date Prepared: <sup>(4)</sup> 1/16/2015

Phone: <sup>(5)</sup> 402-471-2384

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2015-16</u>		<u>FY 2016-17</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

**Explanation of Estimate:**

LB 24 would start charging rent to those agencies housed in the capitol beginning July 1, 2017. The fiscal impact of this bill cannot be determined at this time as rental rates were not identified in the bill.

However, based upon rental rates charged by DAS for other state offices in close proximity to the capitol, we have estimated rental charges to our agency would approximate \$91,000 per year. Considering the different office areas and storage areas utilized by our agency in the capitol, we estimate that 75% of the rent would be paid for through state general funds and 25% through cash funds. Any rental charges assessed would need to be included in the next biennial budget submittal and would result in increased general fund appropriation for our agency. In addition, based on our projected needs of cash funds in the agency, the portion of rent required to be paid from cash funds will require statutory rate increases in business user fees, occupation taxes, licensing fees or some combination thereof.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2015-16</u>	<u>2016-17</u>
	<u>15-16</u>	<u>16-17</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____



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

**2015**

**LB<sup>(1)</sup> 24**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: Auditor of Public Accounts

Prepared by: <sup>(3)</sup> Mary Avery Date Prepared: <sup>(4)</sup> 1/14/14 Phone: <sup>(5)</sup> 4024713686

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2015-16</u>		<u>FY 2016-17</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>\$24,304</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>
<b>TOTAL FUNDS</b>	<u><b>\$24,304</b></u>	<u>                    </u>	<u>                    </u>	<u>                    </u>

**Explanation of Estimate:**

LB 24, as currently written, would require additional General Funds to cover the rent expense for office and storage space for the Auditor of Public Accounts. While we do not have the exact square footage nor do we know what the rent per square foot would be based on or calculated as, we have used an estimated square footage of our current space in the Capitol and the square footage rate charged at the NSOB. Based on estimated 3011 sq ft and the \$7.84 rent per sq. ft., the estimated rent would be \$24,304 per year. This amount is an estimate only, as actual amounts are unknown and would need to be adjusted to the actual square footage times the actual rent per square foot. We would need the additional appropriations to afford this rental increase, as we have not budgeted for rent of the Capitol office space.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2015-16</u>	<u>2016-17</u>
	<u>15-16</u>	<u>16-17</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Operating.....	<u>                    </u>	<u>                    </u>	<u>\$24,304</u>	<u>\$24,304</u>
Travel.....	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Capital outlay.....	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Aid.....	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Capital improvements.....	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>TOTAL.....</b>	<u>                    </u>	<u>                    </u>	<u><b>\$24,304</b></u>	<u><b>\$24,304</b></u>

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

2015

LB<sup>(1)</sup> **24**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Administrative Services - Office of the Capitol Commission, Director's Office, State Accounting, State Budget, State Building Division, Materiel, Office of the CIO

Prepared by: <sup>(3)</sup> Robert C. Ripley  
Ann Martinez Date Prepared: <sup>(4)</sup> 1-14-15 Phone: <sup>(5)</sup> 402-471-0419  
402-471-4135

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	FY 2015-16		FY 2016-17	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

**Explanation of Estimate:**

LB24 provides for the appointment of the State Capitol Administrator within the Office of the Capitol Commission (OCC) by the Nebraska Capitol Commission and not the Governor.

The bill also provides that effective July 1, 2017, all space in the Capitol will be subject to rental rates utilizing a revolving fund and that any leases generated will be maintained. The proposed bill also removes the budgetary process from the services provided by Department of Administrative Services (AS). Currently AS-Central Finance provides assistance in the development, monitoring and submission of the program's budget, and provides other financial services. The bill provides that the Commission will develop the budget, set rental rates, and work with the OCC to generate leases and create the rental billings. This may require the addition of a .5 Administrative Assistant II position at an estimated cost of \$35,000.

Since this bill would not take effect until July 1, 2017 changes to FY2015-16 and FY2016-17 amounts are not applicable.

With the passage of LB24, the funding source for the Office of the Capitol Commission's operational budget (Program 685) would be covered by a monthly rental billing to all Capitol occupant-agencies via a revolving fund process. This revolving fund process would shift the OCC's operational budget funding from the General Fund.

The calculation of a per square foot rental rate below assumes that all office or storage space in the State Capitol [excluding the space occupied by the OCC, Café, Gift Shop and Vending Rooms] shall be subject to rental rates as provided in sections 81-1108.38 and 72-2211.01.

Taking the existing OCC operating budget of \$3,693,302 and dividing it by the estimated number of rentable square feet of 226,376 (office and storage) currently occupied by the client-agencies, it is estimated that the rental rate is approximately \$16.31 per square foot. (\$3,693,302 / 226,376 sq. = \$16.31 per sq. ft.) This estimate does not take into account operational increases which will occur in salaries, benefits, utilities, etc. between now and FY17-18. The rental rate for FY17-18 would be determined and published in June 2016. The square feet numbers used are also estimated and are currently used for informational purposes only. The total square footage numbers and the amount that is currently occupied by each client-agency are currently only used as part of the Statewide Cost Allocation Plan by State Accounting. An in depth measurement of the Capitol areas will have to be completed as part of the rental rate development.

Approximately \$923,000 will be needed by the Office of the Capitol Commission's revolving fund. This amount will be necessary to provide and maintain a reserve of approximately three months (90 days) of operational expenses to ensure that sufficient cash is available to meet payroll, utilities and other operational costs, as well as various contractually required annual payments. (\$3,693,320 total FY14-15 appropriation / 12 months X 3 months = \$923,330.)

The estimated rental amount above is exclusive of any costs for building renovation or work historically accomplished through other program funding.

Other Divisions within AS – Director’s Office, State Accounting, State Budget Office, State Building Division, Materiel and the Office of the OCIO will also be impacted as they currently occupy [office and/or storage space] in the Capitol. The impact by Division using the current estimated rental rate of \$16.31 per square foot is detailed below. The estimate uses current estimated occupied square footage numbers and assumes that the rate is flat both years of the biennium. Please see the table below:

AS Division	Estimated Occupied Sq. Ft	Estimated Annual Rent @ \$16.31 per Sq. Ft
Director’s Office	1,691	\$27,580
State Accounting	8,078	\$131,752
State Budget	3,614	\$58,944
State Building Division	345	\$5,627
Materiel	1,242	\$20,257
Office of the OCIO	2,964	\$48,343

**Director’s Office:** This increase in expenditure will require additional revolving fund appropriation for each fiscal year of that biennium and an increase in the Director’s Office assessment to the Divisions of AS. This increase in assessment could result in an increase in the General Fund budgets or cost of goods and services provided by these Divisions.

**State Accounting:** This increase will require additional revolving fund appropriation and an increase in the annual State Accounting Assessment.

The table below summarizes the estimated impact by fund type of the increased statewide Accounting Assessment. The allocation by fund type is based on total FY13-14 operational expenditures, which is the most current data available at this time.

Statewide Impact by Fund Type of Accounting Assessment Increase		
	FY2017-18	FY2018-19
	Expenditures	Expenditures
General Funds	43,443	43,443
Cash Funds	45,027	45,027
Federal Funds	19,586	19,586
Revolving Funds	23,696	23,696
Total Funds	131,752	131,752

**State Budget:** This increase will require additional General Fund appropriation for each fiscal year of that biennium.

**State Building Division:** This increase will require additional revolving fund appropriation for each fiscal year of that biennium and an increase in the program’s administrative budget. This increase could impact rental rates at those facilities administered by State Building Division.

**Materiel:** This increase in Mail Room expenditures will require additional revolving fund appropriation for each fiscal year of that biennium and a possible increase in the postage surcharge to cover these additional costs.

**Office of the OCIO (OCIO):** Effective July 1, 2017 the estimated annual rent for storage space for equipment that is located in the Capitol will be \$48,343 (2,964 sq. ft. X \$16.31 = \$48,343). This could require additional revolving fund appropriation for each fiscal year of that biennium and a possible increase in the cost of services provided by the OCIO to cover these additional costs.

The table below summarizes the estimated impact by fund type for AS for the increased costs as a result of paying rent at the Capitol. Any increase in revolving fund appropriation impacts assessment and/or the rates necessary to cover the costs of goods and services provided to other State Agencies.

Summary of Impact on DAS by Fund Type		
	FY2017-18	FY2018-19
	Expenditures	Expenditures
General Funds	58,944	58,944
Revolving Funds	233,559	233,559
Total Funds	292,503	292,503

Others who currently occupy space at the Capitol will also be impacted. The information in the table below uses the same assumptions regarding the estimated sq. ft. and the rental rate. Though several of the Agencies have multiple funding sources, it is assumed that the rental costs are administrative and paid by General Funds.

Estimated Rental Costs at the Capitol				
Agency	Estimated Sq. Ft. Office/Storage	Annual Rent @ \$16.31 per Sq. Ft	Funding Type General Fund	Other – Funding Type
Legislature	106,419	1,735,694	1,735,694	
Supreme Court	60,072	979,774	979,774	
Governor	12,214	199,210	18,055	
Lt. Governor	776	12,657	12,657	
Secretary of State	9,801	159,854	159,854	
Auditor's Office	3,922	63,968	63,968	
Attorney General	4,866	79,364	79,364	
State Treasurer	3,223	52,567	52,567	
State Patrol	1,099	17,925	17,925	
Latino American Commission	555	9,052	9,052	
Indian Commission	568	9,264	9,264	
Volunteer Service Commission (non-State Agency)	1,107	18,055		18,055
Accountability & Disclosure	2,225	36,290	36,290	
<b>Total</b>	<b>206,847</b>	<b>3,373,675</b>	<b>3,555,619</b>	<b>18,055</b>

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

POSITION TITLE	NUMBER OF POSITIONS		2015-16 EXPENDITURES	2016-17 EXPENDITURES
	15-16	16-17		
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				

**TOTAL**.....

\_\_\_\_\_  
\_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_