

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4682-01
Bill No.: HB 1906
Subject: Administration, Office of, State Departments
Type: Corrected#
Date: February 19, 2002
 # To correctly identify the State Treasurer's Office in the Assumption and Sources of Information sections.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
General Revenue	Unknown	Unknown	Unknown
Various	(Unknown)	(Unknown)	(Unknown)
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
None			
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
 This fiscal note contains 4 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Economic Development** assume the proposal would result in an unknown impact to board funds.

Officials from the **Office of Administration – Division of Accounting** assume existing staff within their Division would do the transfer documents in SAM II and therefore assume no fiscal impact.

Officials from the **Office of Administration – Division of Budget and Planning** state the proposal should not result in additional costs or savings to their Division.

#Officials from the **State Treasurer’s Office** assumes the proposal would result in unknown costs if they are required to monitor and bill the special revenue funds.

Oversight assumes the Office of Administration will be responsible for the determining the amounts that would be paid by each fund and would monitor them on a monthly basis.

Oversight notes there is \$30 million dollars of transfers out from various state funds to General Revenue in Section 15.220 of HB 1115 for FY 2002.

<u>FISCAL IMPACT - State Government</u>	FY 2003	FY 2004	FY 2005
GENERAL REVENUE			
Income – Transfers In from Various State Funds	Unknown	Unknown	Unknown
ESTIMATED NET EFFECT ON GENERAL REVENUE FUND	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
VARIOUS STATE FUNDS			
Costs – Transfers Out to General Revenue	(Unknown)	(Unknown)	(Unknown)
ESTIMATED NET EFFECT ON VARIOUS STATE FUNDS	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>

FISCAL IMPACT - Local Government

FY 2003

FY 2004

FY 2005

\$0

\$0

\$0

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This proposal requires the Commissioner of Administration to review the cash balance in all state funds. If a state fund has an unobligated cash balance, the commissioner may transfer any portion of the unobligated balance to the General Revenue Fund.

The following funds are exempt from transfer:

- (1) Constitutional funds;
- (2) Statutory funds approved by voters;
- (3) Funds that are deemed federal;
- (4) Funds created by law specifically for the purpose of receiving donations or bequests; and
- (5) Funds that if transferred would violate the terms of an existing trust.

The commissioner is to develop a methodology to charge state funds for their share of state services, including the costs of the Office of Administration, the General Assembly, and statewide elected officials. Federal funds are exempted from this provision of the proposal.

The proposal has an emergency clause.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of Administration
 Budget and Planning
 Division of Accounting
#State Treasurer's Office
Department of Economic Development



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Acting Director

February 19, 2002