

PREPARED BY: Scott Danigole
 DATE PREPARED: January 30, 2019
 PHONE: 471-0055

LB 317

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2019-20		FY 2020-21	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	-63,000	-89,500	-63,000	-89,500
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	-63,000	-89,500	-63,000	-89,500

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

LB 317 changes provisions related to modular housing and manufactured homes.

As proposed, LB 317 eliminates the Public Service Commission’s (PSC) Manufactured Home Program and modifies the PSC’s Modular Housing Unit Program.

The PSC currently utilizes 3.0 FTE and multiple agreements with individuals to perform certain duties in these programs. Based on LB 317’s provisions, the PSC estimates the elimination of the agreements and retention of the 3.0 FTE to administer the remaining Modular Housing Unit Program activities and the Recreational Vehicle Program (which remains unchanged).

Under the provisions of LB 317, all revenue for the Manufactured Homes Program would cease and the revenues for the Modular Housing Unit program would be reduced by \$4,500 annually. These estimates appear to be reasonable.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 317	AM:	AGENCY/POLT. SUB: Nebraska Public Service Commission	
REVIEWED BY: Ann Linneman	DATE: 2-1-19	PHONE: (402) 471-4180	
COMMENTS: No basis to disagree with the Nebraska Public Service Commission’s assessment of fiscal impact.			

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2019

LB⁽¹⁾ 317 REVISED

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Public Service Commission

Prepared by: ⁽³⁾ Laurie Casados Date Prepared: ⁽⁴⁾ 01/31/2019 Phone: ⁽⁵⁾ 402-471-0252

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2019-20		FY 2020-21	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	-63,000	-89,500	-63,000	-89,500
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	<u>-63,000</u>	<u>-89,500</u>	<u>-63,000</u>	<u>-89,500</u>

Explanation of Estimate:

LB317 as proposed:

1. Eliminates the Commission's Manufactured Home Program in its entirety,
2. Modifies certain aspects of the Commission's Modular Housing Unit Program (eliminates Commission Modular Housing Unit Program plan review and factory inspection by moving those aspects to private companies, and adds Commission oversight/monitoring of those private companies), and
3. Retains unchanged all aspects of the Commission's Recreational Vehicle Program.

The Commission is presently staffed with three full-time employees, and maintains five agreements with four individuals that provide a mix of program assistance ranging from plan review to factory inspection. It is foreseen the proposed bill would permit the Commission to eliminate all five agreements while retaining the current three full-time employees (department director, administrative assistance and inspector) to administer the unchanged Recreational Vehicle Program and modified Modular Housing Unit Program.

All revenues for the Manufactured Homes Program would cease and the revenues for the Modular Housing Unit Program would be reduced by \$4,500 annually due to the department not performing out of state inspections.

LB317 Fiscal Impact:

	Modular Program	Manufactured Program	RV Program	Total
Revenues:				
Revenue LOST	4,500	85,000	0	89,500
Expenditures:				
Reallocate fixed costs to the two remaining programs	37,500	(75,000)	37,500	0
Eliminate contract workers	(31,500)	0	(31,500)	(63,000)

Note: The fixed costs are currently allocated between all three subprograms and any fixed costs that were previously charged to the Manufactured Homes Program will need to be recouped through the two remaining programs. The Commission would have to implement increases to fees in the two remaining programs.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2019-20</u>	<u>2020-21</u>
	<u>19-20</u>	<u>20-21</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....			-63,000	-63,000
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			-63,000	-63,000