

PREPARED BY: Scott Danigole
 DATE PREPARED: January 31, 2023
 PHONE: 402-471-0055

LB 511

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2023-24		FY 2024-25	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$26,000,000			
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$26,000,000			

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

LB 511 appropriates \$26,000,000 from the General Fund to the Department of Administrative Services for Program 101 (OCIO). The funds are to be used to establish interoperable communications between state agencies and volunteer departments by providing portable and mobile radios, programming, and installation of all radios and equipment. Additionally, funds are to be utilized for training for interoperability with the Statewide Radio System to connect volunteer departments and agencies to the Statewide Radio System through a grant program.

The provisions of LB 511 also prohibit DAS from charging any subscription, programming, or training fee for any volunteer department connected to the Statewide Radio System after receiving a grant from the program.

DAS correctly identifies that Program 245 (within DAS) currently addresses costs associated with the Statewide Radio System and may be a better budgetary program for the appropriation in LB 511.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 511	AM:	AGENCY/POLT. SUB: Dept. of Administrative Services – OCIO	
REVIEWED BY: Kimberly Burns	DATE: 01/31/2023	PHONE: (402) 471-4171	
COMMENTS: The Department of Administrative Services' assessment of fiscal impact from LB 511 appears reasonable given the assumptions used.			

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2023

LB⁽¹⁾ 511

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Department of Administrative Services – Office of the Chief Information Officer (DAS-OCIO)

Prepared by: ⁽³⁾ Noah Finlan Date Prepared: ⁽⁴⁾ 1/19/2023 Phone: ⁽⁵⁾ 402-471-4385

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2023-24</u>		<u>FY 2024-25</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$26,000,000		See Below	
CASH FUNDS				
FEDERAL FUNDS				
REVOLVING FUNDS				
TOTAL FUNDS	<u>\$26,000,000</u>		<u>See Below</u>	

Explanation of Estimate:

LB 511 as introduced would appropriate \$26 million in state general funds to establish interoperable communications between state agencies and volunteer departments by providing portable and mobile radios, including programming, installation, and training.

Section 2(b) prohibits the Department of Administrative Services - Office of the Chief Information Officer (DAS-OCIO) from charging any subscription, programming or training fee after a volunteer department receives a grant from the program.

The life expectancy of a radio is twenty years. In the table below the twenty-year State Radio System (SRS) costs are estimated to be \$2,850,000. This represents the ongoing costs to maintain the radios on the system.

It is assumed that after the life expectancy of a radio is met, any replacement radios and associated costs would be paid by the volunteer department that received the original grant.

The estimated one-time costs per volunteer department are listed below.

	Per Department	Estimated Departments	Total Projected Costs
All Band Mobil radio (1)	\$ 9,211.46	495	\$ 4,559,673
All Band portable radio (1)	\$ 9,211.46	495	\$ 4,559,673
Digital Vehicle Repeater (1)	\$ 17,471.45	495	\$ 8,648,366
Programming and Installation (1)	\$ 850.00	495	\$ 420,750
SRS Cost 20 years	\$ 5,757.58	495	\$ 2,850,000
Training (per dept)	\$ 2,500.00	495	\$ 1,237,500
Project Management (per dept)	\$ 4,769.07	495	\$ 2,360,690
General Admin (per dept)	\$ 2,754.24	495	\$ 1,363,349
Total One Time Cost per Department	\$ 52,525.25	495	\$ 26,000,000

Based on the nature of the bill, this more closely relates to operations and services provided in DAS-OCIO Program 245, rather than DS-OCIO Program 101.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	NUMBER OF POSITIONS		2023-24	2024-25
	<u>23-24</u>	<u>24-25</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....			\$26,000,000	
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL			\$26,000,000	