

PREPARED BY: Jeanne Glenn
 DATE PREPARED: January 31, 2012
 PHONE: 471-0056

LB 971

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2012-13		FY 2013-14	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	See below		See below	
CASH FUNDS	See below		See below	
FEDERAL FUNDS	See below		See below	
OTHER FUNDS				
TOTAL FUNDS	148,807		148,807	

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 971 would merge the Department of Labor into the Department of Economic Development. Cost savings resulting in FY12-13 and in subsequent years would be related to the elimination of 1 FTE agency director salary and benefits, totaling \$148,807.

As stated on the Department of Labor fiscal note, the cost savings would be allocated among the following fund sources:

\$ 1,488 General Funds
 \$ 5,952 Cash Funds
 \$141,367 Federal Funds

This estimate is based upon the Department of Labor agency director position being eliminated. Currently, the agency director position for the Department of Economic Development is vacant, and this position is funded entirely with General Funds. There is no basis to disagree with the estimate of \$148,807 in cost savings, but the determination of savings by fund source would depend upon Legislative appropriations decisions.

The Department of Economic Development and the Department of Labor note that after the merger, there may be additional efficiencies and savings identified in the agency FY13-15 budget request, to be submitted in September 2012.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Gary Bush	DATE	1/20/12	PHONE	471-2526
COMMENTS					
ADMINISTRATIVE SERVICES: Concur. ECONOMIC DEVELOPMENT: Concur. DEPARTMENT OF LABOR: Concur					

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LEGISLATIVE FISCAL

2012 Legislative Bill Proposal Fiscal Note

Bill #: 971

State Agency: Administrative Services

Prepared by: Michael Keays

Date Prepared: 1/17/2012

Phone: 402-471-0600

Approved by:

Estimate of Fiscal Impact – State Agencies

	FY 2012-13		FY 2013-14	
	Expenditures	Revenue	Expenditures	Revenue
General Funds				
Cash Funds				
Federal Funds				
Other Funds				
Total Funds	0	0	0	0

Explanation of Estimate: This bill would result in the need for State Accounting to assist the Departments of Labor and Economic Development transitioning funds, business units and object accounts as a result of the proposed merger.

This would require additional State Accounting staff time to complete this task by July 1, 2012. Any costs under the proposed bill can be absorbed without any need for additional appropriation.

Major Objects of Expenditure

Personal Services:

Position Title:	Number of Positions		2012-13		2013-14	
	12-13	13-14	Expenditures		Expenditures	
Benefits						
Operating						
Travel						
Capital Outlay						
Aid						
Capital Improvements						
TOTAL						

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

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LB⁽¹⁾ 971 FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Economic Development

Prepared by: ⁽³⁾ Gary Hamer

Date Prepared: ⁽⁴⁾ 1/30/2012

Phone: ⁽⁵⁾ 1-4388

LEGISLATIVE FISCAL

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2012-2013</u>		<u>FY 2013-2014</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

LB971 merges the Department of Labor into the Department of Economic Development. Savings may be realized as the two organizations are combined and efficiencies are identified. Any savings identified will be part of the 2013-2015 biennial budget request submission.

Any short term costs of this merger would be minimal and addressed with existing resources.

MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2012-2013</u>	<u>2013-2014</u>
	<u>12-13</u>	<u>13-14</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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LEGISLATIVE FISCAL

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

LB⁽¹⁾ 971 FISCAL NOTE

State Agency OR Political Subdivision Name: (2) Dept. of Labor

Prepared by: (3) Debbie Kay Ward Date Prepared: (4) 1/25/2012 Phone: (5) 402-471-2492

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2012-2013		FY 2013-2014	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	(1,488)		(1,488)	
CASH FUNDS	(5,952)		(5,952)	
FEDERAL FUNDS	(141,367)		(141,367)	
OTHER FUNDS				
TOTAL FUNDS	(\$148,807)		(\$148,807)	

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

The merger of the Department of Labor into the Department of Economic Development would eliminate one director position. Additional savings may be realized as the two organizations are combined and efficiencies are identified. Any savings identified will be part of the 2013-2015 biennial budget request submission.

The elimination of a director position will save the agency \$148,807, the current amount in the FY2013 base appropriation for the director position.

MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2012-2013 EXPENDITURES	2013-2014 EXPENDITURES
	12-13	13-14		
Agency Director	(1.0)	(1.0)	(\$122,166)	(\$122,166)
Benefits.....			(\$26,641)	(\$26,641)
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			(\$148,807)	(\$148,807)