

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2013-14		FY 2014-15	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	1,368,380		1,645,800	
CASH FUNDS				
FEDERAL FUNDS	1,269,120		1,519,200	
OTHER FUNDS				
TOTAL FUNDS	3,165,000		3,165,000	

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

This bill requires the Department of Health and Human Services to pay for the space currently provided by counties at no cost.

Approximately 211,000 square feet of office space is currently occupied by HHS in county facilities. Office building rents in state facilities range from \$11.36 for the Nebraska State Office Building to \$24.82 for the Panhandle State Office Building. The rents will vary across the state. HHS used an average of \$15 a square foot. Additional costs would be \$3,165,000 (\$1,645,800 GF and \$1,519,200 FF) annually, based on this average cost. For 10 months in FY 14, the cost would be \$2,637,500 (\$1,368,380 GF and \$1,269,500 FF). If the average rent costs are less, the costs to the state would be less.

The counties providing space to HHS would have revenue increases in the same amount as the rent payments.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 632	AM:	AGENCY/POLT. SUB: HHS	
REVIEWED BY: Elton Larson		DATE: 3/4/2013	PHONE: 471-4173
COMMENTS: HHS analysis and estimate of fiscal impact to the agency appear reasonable.			

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

State Agency or Political Subdivision Name:(2) Department of Health and Human Services

Prepared by: (3) Willard Bouwens

Date Prepared:(4) 3-4-13

Phone: (5) 471-8072

	<u>FY 2013-2014</u>		<u>FY 2014-2015</u>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$1,645,800		\$1,645,800	
CASH FUNDS				
FEDERAL FUNDS	\$1,519,200		\$1,519,200	
OTHER FUNDS				
TOTAL FUNDS	\$3,165,000		\$3,165,000	

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

Explanation of Estimate:

The Department of Health and Human Services would be required to pay for approximately 211,000 square feet of office space currently being provided at no charge by counties. Assuming an average all inclusive rate of \$15 per square foot, the financial impact to DHHS would be \$3,165,000. The current general/federal match rate for this space is 52% general/48% federal.

In the event the Department needed to vacate county space, this estimate does not include the cost of information technology and communication technology charges or moving expense.

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:	POSITION TITLE	NUMBER OF POSITIONS		2013-2014 EXPENDITURES	2014-2015 EXPENDITURES
		13-14	14-15		
Benefits.....					
Operating.....				\$3,165,000	\$3,165,000
Travel.....					
Capital Outlay.....					
Aid.....					
Capital Improvements.....					
TOTAL.....				\$3,165,000	\$3,165,000