

PREPARED BY: Scott Danigole
 DATE PREPARED: February 12, 2020
 PHONE: 471-0055

LB 1068

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2020-21		FY 2021-22	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	11,250		9,000	
CASH FUNDS	See Below	See Below	See Below	See Below
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	11,250		9,000	

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

LB 1068 is the Interior Design Voluntary Registration Act.

Section 3 and 4 provide definitions and requirements to be a registered interior designer. Applications are to be submitted to the State Treasurer, along with a fee determined by the State Treasurer.

Section 9 requires the State Treasurer to operate an interior designer registry listing registered interior designers and remit fees collected under the act for credit to the State Treasurer Administrative Fund. The Secretary of State may list individuals meeting the qualifications established on the registry and update the registry as needed. In addition, the Secretary of State may adopt and promulgate rules and regulations to administer the act, and prescribe individually identifiable seals to be used by registered interior designers.

The Secretary of State estimates the need for a part-time FTE to address their required administrative duties under LB 1068 and a consultant to assist in the development of rules and regulations. Their total estimate is \$11,250 in fiscal year 2020-21 and \$9,000 beginning in fiscal year 2021-22. This estimate appears to be reasonable.

The State Treasurer is unable to estimate the number of potential registrants and, therefore, whether or not they would set a fee for applications.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1068	AM:	AGENCY/POLT. SUB: Secretary of State	
REVIEWED BY: Lee Will	DATE: 01/30/2020	PHONE: (402) 471-4175	
COMMENTS: No basis to disagree with the Secretary State's assessment of fiscal impact to implement the bill.			

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

2020

LB⁽¹⁾ 1068

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Secretary of State

Prepared by: ⁽³⁾ Joan Arnold Date Prepared: ⁽⁴⁾ 1/23/2020 Phone: ⁽⁵⁾ 402-471-2384

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2020-21</u>		<u>FY 2021-22</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$11,250		\$9,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	<u>\$11,250</u>		<u>\$9,000</u>	

Explanation of Estimate:

LB1068 adopts the Interior Design Voluntary Registration Act. It is our understanding that there is a typographical error in Section 9 of LB1068 as all duties of the Act are intended to be handled by the State Treasurer, not the Secretary of State. The language as currently drafted requires the Secretary of State to update the registry for qualified individuals, adopt rules and regulations, and prescribe individually identifiable seals, while the State Treasurer handles all other aspects of the Act.

It is expected that a consultant would be needed to develop policies, regulations, and to prescribe the seal upon initial implementation of the registry. Consultant costs are estimated at \$2,500 in the first year for approximately 20 hours at \$125 per hour. It is also expected that an additional 0.25 FTE would be needed to receive and maintain the list of qualified individuals. We estimate this part-time employee to cost approximately \$8,750 for salaries in FY21 and \$9,000 in FY22. Given that the related fees would go to the State Treasurer Administrative Fund, no funding is provided to the Secretary of State for the required duties; therefore, general funds are requested as the funding source.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2020-21</u>	<u>2021-22</u>
	<u>20-21</u>	<u>21-22</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Part-time Administrative Assistant	0.25	0.25	\$8,750	\$9,000
Benefits.....				
Operating.....			\$2,500	
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			<u>\$11,250</u>	<u>\$9,000</u>

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

2020

LB⁽¹⁾ 1068

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ State Treasurer

Prepared by: ⁽³⁾ Tyson Larson Date Prepared: ⁽⁴⁾ 1/27/20 Phone: ⁽⁵⁾ (402) 471-1234

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2020-21</u>		<u>FY 2021-22</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	-	-	-	-
CASH FUNDS	-	-	-	-
FEDERAL FUNDS	-	-	-	-
OTHER FUNDS	-	-	-	-
TOTAL FUNDS	-	-	-	-

Explanation of Estimate:

LB1068 requires the State Treasurer to operate the Interior Designer Registry. We do not have any numbers or indication on how many people would wish to become “registered”, but do not expect it to be a large number. Since we do not know the number of people that will utilize the registry, it is impossible to know if we would need to set a fee or if we could absorb the work with our current staff; though we’d expect that it is the latter.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2020-21</u>	<u>2021-22</u>
	<u>20-21</u>	<u>21-22</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				