

FISCAL NOTE

Requested by Legislative Council
02/14/2005

REVISION

Amendment to: SB 2301

1A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2003-2005 Biennium		2005-2007 Biennium		2007-2009 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$8,157,557		\$11,845,651
Expenditures			\$1,578,705	\$7,519,298	\$2,463,683	\$10,994,639
Appropriations			\$1,578,705	\$7,298,104	\$2,463,683	\$10,699,713

1B. **County, city, and school district fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

2003-2005 Biennium			2005-2007 Biennium			2007-2009 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
			\$322,956			\$586,625		

2. **Narrative:** *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

This bill provides for: 1) an increase in the Indian county allocation from 90% to 100%, 2) an increase in the incentive moneys going into the Child Support Improvement account from 1% to 5%, 3) a continuing appropriation of all funds in the Child Support Improvement account, 4) the transfer of the operations of the Regional Child Support Enforcement Units (RCSEU) from being county operations to being part of the Child Support Enforcement Unit within the DHS, and 5) a declining reimbursement schedule for the counties to pay DHS for the costs of the RCSEU. The effective date of this bill is January 1, 2006.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

The major changes in other funds revenues for both the 2005-07 and 2007-09 biennium are the receipt of additional Child Support Incentive moneys, the receipt of payments from the counties for reimbursement of the RCSEU costs, additional federal funds to be matched by the receipt of the county payments and additional incentive moneys, along with decreased retained funds due to the counties not paying for the RCSEU costs.

B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

The major changes in general fund expenditures for both the 2005-07 and 2007-09 biennium are due to the decrease in retained funds being offset by general fund spending increases and an increase in the Indian county allocation payments from 90% to 100%.

The major changes in other funds expenditures for both the 2005-07 and 2007-09 biennium are due to the loss of retained funds and for the expenditures for the receipt of additional Child Support Incentive moneys, the receipt of payments from the counties for reimbursement of the RCSEU costs, and additional federal funds to be matched by the

receipt of the county payments and additional incentive moneys within the Child Support budget.

The expenditures would include a total of 1 new FTE and the transfer of 118 of the 119 FTE from the RCSEUs to the Child Support Enforcement Unit. The 1 new FTE, which is needed on July 1, 2005 to begin working on the transition, will be offset by only transferring 118 of the 119 RCSEU authorized FTE.

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

The major changes in general fund appropriations for both the 2005-07 and 2007-09 biennium are due to the decrease in retained funds being offset by general fund spending increases and an increase in the Indian county allocation payments from 90% to 100%.

The major changes in other funds appropriations for both the 2005-07 and 2007-09 biennium are due to the loss of retained funds and for the spending authority for the receipt of payments from the counties for reimbursement of the RCSEU costs and additional federal funds to be matched by the receipt of the county payments.

The additional Child Support Incentive moneys and matching federal funds in the Child Support Improvement account are appropriated with a continuing appropriation for the Child Support Improvement account.

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