

**SPONSOR'S FISCAL NOTE**

SECRET NO. 4  
 DATE 4-9-05  
 FILE NO. SB 109

**Bill #:** Senate bill 109      **Title:** requiring agencies to develop strategic plans

**Primary Sponsor:** john cobb      **Status:** current

*John Cobb*      1/18/05  
 Sponsor signature      Date

**Fiscal Summary**

	<u>FY 2006</u> <u>Difference</u>	<u>FY 2007</u> <u>Difference</u>
<b>Expenditures:</b>		
General Fund	\$0	\$0
State Special Revenue	\$0	\$0
Federal Special Revenue	\$0	\$0
Other	\$0	\$0
<b>Revenue:</b>		
General Fund	\$0	\$0
State Special Revenue	\$0	\$0
Federal Special Revenue	\$0	\$0
Other	\$0	\$0
<b>Net Impact on General Fund Balance:</b>	<b>\$0</b>	<b>\$0</b>

- |                                                           |                                                        |
|-----------------------------------------------------------|--------------------------------------------------------|
| <input type="checkbox"/> Significant Local Gov. Impact    | <input type="checkbox"/> Technical Concerns            |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts |
| <input type="checkbox"/> Dedicated Revenue Form Attached  | <input type="checkbox"/> Needs to be included in HB 2  |

**Fiscal Analysis**

**ASSUMPTIONS:**

1. all agencies currently use some performance measures
2. SB 109 requires that performance measures should not be designed to report every agency activity but must measure key processes and activities. ( Section 3)
3. performance measures are tools to help guide government and make it accountable. (section 1)
4. On the original fiscal note most agencies are currently performing performance measures and need no additional funds to implement this Bill.
5. The Department of Justice requests approximately \$180,000 general fund for the biennium to implement the strategic plan. The Department also wishes to contract with a consultant. The Department may wish to look at their web site where they have 10 pages of goals and objectives. The Dept. may have forgotten that they have goals and objectives. If they do not have a plan and goals then some hacker hacked their web site and put goals and objectives for their department. The Department is going to spend over

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 (continued)

\$111,000,000 this biennium and it is saying there is no strategic plan or performance measures. They must be kidding. Whether their current performance measures meet good performance measures or not is another question. But they currently do have goals and objectives. Further more the strategic plan does not have to have an actual 5 year plan but may cover up to a 5 year plan. Section 1 allows that the plan does not have to cover every activity.

6. Montana Historical Society currently has on their web site 5 printed pages of goals and performance measures. They need no additional money to update their goals and objectives.
7. Department of Fish and Planning and Parks already has developed strategic plans. They asked in the first fiscal note for more money to update their goals every even year. Currently they have a plan for 2000 to 2006. They do not need extra money to update their plan. They should be reviewing their plan on a yearly basis anyway. If they are not reviewing their current plan every year and updating it then they have a management problem. There is no need for additional funds to update their plan.
8. Department of Revenue requests nearly \$100,000 to write their plan. They need to look at their web page for the 2005 biennium goals. They have 8 printed pages of goals. In past biennium they had even more pages of goals. Perhaps their computer systems are not working and they can not find their web page. They currently have performance goals. They are probably not the best measurable goals but they do not need any additional money for good management planning through strategic plans and measurable goals.
9. Dept of Agriculture does not need additional money that they requested in the first fiscal note. The dept. is one of the best agencies in having measurable goals. Their current goals for this biennium totaled over 34 pages. Again they do not have to have goals for every activity. They do not need additional money for attaining the plan under Senate bill 109.

**FISCAL IMPACT:**

	<u>FY 2006</u> <u>Difference</u>	<u>FY 2007</u> <u>Difference</u>
FTE		
<b><u>Expenditures:</u></b>		
Personal Services		
Operating Expenses		
Equipment		
Benefits		
Transfers		
TOTAL	0	0
<b><u>Funding of Expenditures:</u></b>		
General Fund (01)		
State Special Revenue (02)		
Federal Special Revenue (03)		
Other		
TOTAL	0	0

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**Revenues:**

General Fund (01)  
State Special Revenue (02)  
Federal Special Revenue (03)  
Other

**Net Impact to Fund Balance (Revenue minus Funding of Expenditures):**

General Fund (01)	\$0
State Special Revenue (02)	\$0
Federal Special Revenue (03)	\$0
Other	\$0

**EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:**

none

**LONG-RANGE IMPACTS: cost effective and accountable government. It does not get any better than this. There should be immediate as well as long term savings in having good cost effective and accountable government.**

**TECHNICAL NOTES:**

1. none
- 2.
- 3.
- 4.

Fiscal Note Prepared by: John Cobb

