



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2009 Biennium

**Bill #** HB0416

**Title:** Local government planning assistance

**Primary Sponsor:** MacLaren, Gary

**Status:** As Introduced

- |  |  |  |
|--|--|--|
| <input checked="" type="checkbox"/> Significant Local Gov Impact | <input type="checkbox"/> Needs to be included in HB 2  | <input checked="" 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 |

### FISCAL SUMMARY

	<u>FY 2008 Difference</u>	<u>FY 2009 Difference</u>	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>
<b>Expenditures:</b>				
General Fund	\$2,057,116	\$0	\$0	\$0
<b>Revenue:</b>				
General Fund	\$0	\$0	\$0	\$0
<b>Net Impact-General Fund Balance</b>	<u>(\$2,057,116)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**Description of Fiscal Impact:** HB 416 appropriates \$3.5 million general fund to the Department of Commerce for planning assistance grants to counties. Based on the formula included in the bill, this would result in grants to counties totaling approximately \$2,057,116 in FY 2008.

### FISCAL ANALYSIS

#### Assumptions:

#### **Department of Commerce (DOC)**

1. Each county would receive a minimum of \$2 for each resident, as determined by the most recent federal census estimates collected by the department.
2. Counties with growth in the last 10 years would have the amount they would receive increased by an amount equal to the percentage of population growth. For example, the computation for a county with 1,000 people and has had a 2% increase in population, would be  $102\% \times 1,000 \times \$2 = \$2,040$ .
3. Based on the previous assumptions and using the 2005 census estimates, the department would pass through approximately \$2,057,116 in general fund grants to the counties in FY 2008.

	<u>FY 2008</u> <u>Difference</u>	<u>FY 2009</u> <u>Difference</u>	<u>FY 2010</u> <u>Difference</u>	<u>FY 2011</u> <u>Difference</u>
<b><u>Fiscal Impact:</u></b>				
<b><u>Expenditures:</u></b>				
Grants	\$2,057,116	\$0	\$0	\$0
<b>TOTAL Expenditures</b>	<u>\$2,057,116</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b><u>Funding of Expenditures:</u></b>				
General Fund (01)	\$2,057,116	\$0	\$0	\$0
<b>TOTAL Funding of Exp.</b>	<u>\$2,057,116</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b><u>Revenues:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
<b>TOTAL Revenues</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u></b>				
General Fund (01)	(\$2,057,116)	\$0	\$0	\$0

**Effect on County or Other Local Revenues or Expenditures:**

1. HB 416 passes through the Department of Commerce approximately \$2,057,116 to the counties in order to assist them with planning activities. Based on 2005 census data, counties would each receive grants ranging from as little as \$940 to as much as \$298,061.

**Technical Notes:**

1. Even though 2006 census figures, which should be available later in 2007, would potentially increase the amount to be passed through to counties, the increase will likely be small and the grants will still be much less than \$3.5 million.

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*Sponsor's Initials*

\_\_\_\_\_  
*Date*

\_\_\_\_\_  
*Budget Director's Initials*

\_\_\_\_\_  
*Date*