



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2009 Biennium

Bill # HB0626

Title: Study default supply

Primary Sponsor: Kerns, Krayton

Status: As Introduced

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input checked="" 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>
Expenditures:				
General Fund	\$77,521	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance	<u>(\$77,521)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of Fiscal Impact:

The bill creates a committee to study options for procuring default supply—the fiscal impact relates to the need to fund committee activity.

FISCAL ANALYSIS

Assumptions:

Legislative Services Division

1. The committee to study default supply service in Montana would consist of four legislators, two members of the Public Service Commission, and two members selected by the Governor.
2. The committee would be administratively attached to the Legislative Services Division (LSD) and primary support for committee activities would be provided by the division. A contracted services budget of \$50,000 is included to provide the committee with policy and research support staff should LSD staff resources become overcommitted by the several interim study bills which are currently moving through the legislative process. It is anticipated this budget would not be required if a portion of those bills fail to pass the legislature.
3. The division would contract for secretarial support, at a cost of \$3,000, to provide an accurate record of committee action. Operational costs of printing, postage and supplies would total \$1,930.

4. The committee would meet in Helena six times during the twelve month period between July 2007 and June 2008, and complete its work by June 30, 2008.
5. Legislative members of the committee are entitled to compensation and reimbursement of expenses at a cost of \$11,672. Non-legislative members are entitled to reimbursement of expenses at a cost of \$7,220.
6. An out-of-state travel budget of \$3,699 would provide for three committee members to study auction processes in other states.

	<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>
<u>Fiscal Impact:</u>				
Legislative Services Division				
<u>Expenditures:</u>				
Personal Services	\$4,454	\$0	\$0	\$0
Operating Expenses	<u>\$73,067</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
TOTAL Expenditures	<u><u>\$77,521</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$77,521	\$0	\$0	\$0
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	(\$77,521)	\$0	\$0	\$0

Technical Notes:

1. The bill contains a general fund appropriation to the legislative services division for \$10,000 which is insufficient to fund the committee study as required.

Sponsor's Initials

Date

Budget Director's Initials

Date