

**Present Law Adjustments**

The "Present Law" Adjustments table shows the changes from the base appropriation to the proposed budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2022-----					-----Fiscal 2023-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	(291,803)	0	(291,803)	0.00	0	(282,319)	0	(282,319)
DP 2 - Fixed Costs	0.00	0	948,731	0	948,731	0.00	0	914,339	0	914,339
DP 3 - Inflation Deflation	0.00	0	(1,760)	0	(1,760)	0.00	0	(1,104)	0	(1,104)
DP 4 - SITSD SericeNow reduction	0.00	0	(4,250)	0	(4,250)	0.00	0	(4,250)	0	(4,250)
<b>Grand Total All Present Law Adjustments</b>	<b>0.00</b>	<b>\$0</b>	<b>\$650,918</b>	<b>\$0</b>	<b>\$650,918</b>	<b>0.00</b>	<b>\$0</b>	<b>\$626,666</b>	<b>\$0</b>	<b>\$626,666</b>

\*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1 - Personal Services -

The executive requests adjustments to the present law personal services budget. This request has been broken into the following categories, and further detail is shown in the agency summary:

- Expected changes
- Personal services management decisions
- Modifications made to the personal services budget in the 2021 biennium

DP 2 - Fixed Costs -

The executive requests adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

<b>LFD COMMENT</b>	<p><u>Fixed Costs Adjustments Result of SITSD Technology Improvements</u></p> <p>In July 2019, PSC implemented a new docketing and case management system database built by SITSD. SITSD improvements are considered fixed costs for the services they provide. Additional improvements and enhancements to the docketing and case management system will be implemented through fixed costs for SITSD in the 2023 biennium. Therefore, there is a larger increase in fixed costs during the 2023 biennium to account for these technology upgrades.</p>
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DP 3 - Inflation Deflation -

The executive requests adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 4 - SITSD SericeNow reduction -

The executive requests a decrease in funding because of the purchase of ServiceNow licenses and programs for the 2023 biennium. The executive is anticipating operating efficiencies and other savings by using ServiceNow. This proposal reduces the operating budget by \$4,250 in FY 2022 and \$4,250 in FY 2023 due to the projected operating efficiencies and other savings achieved using ServiceNow.

**New Proposals**

The New Proposals table shows new changes to spending

New Proposals	-----Fiscal 2022-----					-----Fiscal 2023-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - HB 597 Hearings Examiner FTE	2.50	0	262,620	0	262,620	2.50	0	262,812	0	262,812
DP 5 - NRIS/GIS Fixed Costs	0.00	0	207	0	207	0.00	0	207	0	207
<b>Total</b>	<b>2.50</b>	<b>\$0</b>	<b>\$262,827</b>	<b>\$0</b>	<b>\$262,827</b>	<b>2.50</b>	<b>\$0</b>	<b>\$263,019</b>	<b>\$0</b>	<b>\$263,019</b>

\*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1 - HB 597 Hearings Examiner FTE -

The 2019 Legislature provided funding but no permanent FTE for the roughly 80 contested cases per year that will require hearings examiner processes relating to HB 597 passed by the 2019 Legislature. Because the FTE were not permanently authorized, SWPL 1 removes the funding for the positions, and this change package restores the funding along with 2.50 FTE.

DP 5 - NRIS/GIS Fixed Costs -

The 2019 Legislature enacted HB 633 requiring the Legislative Finance Committee (LFC) to conduct a study of the funding of digital library services. The LFC recommended that the Office of Budget and Program Planning include an assessment for the natural resource information system (NRIS) and the geographic information system (GIS) as a fixed cost to state agencies beginning in the 2023 biennium. The assessment is made to those agencies that utilize the NRIS/GIS.