Individual State Agency Fiscal Note

Bill Number: 1814 HB	Title: Low-income rent vouchers	Agency: 014-Joint Leg. Audit & Review Committee

Part I: Estimates

☐ **No Fiscal Impact**

Estimated Cash Receipts to:

FUND					
Total $					

Estimated Expenditures from:

	FY 2004	FY 2005	2003-05	2005-07	2007-09
FTE Staff Years	1.4	0.0	0.7	0.0	0.0
Fund					
General Fund-State 001-1	191,000	0	191,000	0	0
Total $	191,000	0	191,000	0	0

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

☒ If fiscal impact is greater than $50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.

☐ If fiscal impact is less than $50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).

☐ Capital budget impact, complete Part IV.

☐ Requires new rule making, complete Part V.

Legislative Contact:	Amy Wood	Phone: 360-786-7127	Date: 02/11/2003
Agency Preparation:	Curt Rogers	Phone: 360 786-5188	Date: 02/21/2003
Agency Approval:	Tom Sykes	Phone: 360 786-5175	Date: 02/21/2003
OFM Review:	Doug Jenkins	Phone: 360-902-0563	Date: 02/21/2003

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Briefly describe, by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

HB 1814 directs the Joint Legislative Audit and Review Committee to study the uses, options, funding, and potential funding of low-income rent voucher programs in the state. JLARC's report is to contain information on the opportunities allowed under federal regulations to engage in innovative programs at the state level that involve private and public entities, including for-profit and not-for-profit, as well as a survey of other state low-income rent voucher programs. JLARC's report is due no later than January 15, 2004, and is to include suggested legislation to implement any opportunities the state is eligible to pursue.

NOTE: SINCE JLARC IS NOT A LEGISLATIVE POLICY COMMITTEE THIS PROPOSED STUDY IS SOMEWHAT BEYOND WHAT IS USUALLY ASKED OF OUR COMMITTEE. IN PARTICULAR, ASKING FOR SUGGESTED LEGISLATION AS PART OF A FINAL REPORT IS BEYOND THE USUAL SCOPE OF A JLARC STUDY.

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

JLARC would conduct this study between July 1, 2003 and January 15, 2004. JLARC estimates its costs to be divided between its staff analyst costs and the costs of engaging external experts to assist in this study.

JLARC staff costs are estimated at $141,000, which is equivalent to 12 audit months, with additional consultant costs of $50,000.

Estimated consultant costs reflect JLARC's experience in contracting with private consulting firms for such studies.

Total cost for both JLARC staff costs and expert technical consultant costs for the study of low-income rent vouchers is estimated at $191,000 in FY 2004.

JLARC Audit Months: JLARC calculates its staff resources in "Audit Months" to estimate the time and effort to undertake and complete its studies. An "Audit Month" reflects a JLARC analyst's time for a month, together with related administrative, support, goods/services and supervisory costs. JLARC anticipated 2003-05 costs are calculated at $11,750 per audit month.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2004	FY 2005	2003-05	2005-07	2007-09
FTE Staff Years	1.4		0.7		
A-Salaries and Wages	92.796		92,796		
B-Employee Benefits	18.468		18,468		
C-Personal Service Contracts	50.000		50,000		
E-Goods and Services	22.776		22,776		
G-Travel	3.576		3,576		
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-Equipment	3.384		3,384		
Total:	$191,000	$0	$191,000	$0	$0

III. B - Detail: *List FTEs by classification and corresponding annual compensation. Totals need to agree with total FTEs in Part I and Part IIIA*

Job Classification	**Salary**	FY 2004	FY 2005	2003-05	2005-07	2007-09
Analyst (Includes Senior Level)	72,980	1.0		0.5		
Supervisory	99,980	0.1				
Support	49,760	0.3		0.2		
Total FTE's		1.4		0.7		0.0

Part IV: Capital Budget Impact

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.