

FISCAL NOTE
 Requested by Legislative Council
 01/22/2011

Bill/Resolution No.: HB 1152

1A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2009-2011 Biennium		2011-2013 Biennium		2013-2015 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures			\$112,529		\$55,265	
Appropriations			\$112,529		\$55,265	

1B. **County, city, and school district fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

2009-2011 Biennium			2011-2013 Biennium			2013-2015 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

2A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

This bill provides for grants to critical access hospitals through a contract with a third party to administer the grant under the oversight and review of the Department of Health.

B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

This bill requires the department to contract with a third party, to monitor the grant program for up to 36 projects, review periodic reports for the 36 projects and post award reports for the 36 projects, distribute the funds, monitor the appropriate use of funds, and require the return of funds that were not used appropriately from grantees'.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

FY 2011-2013

The department will require a .5 temporary employee for the biennium to provide the management and oversight to the contract third party as well as the oversight to the grant program applicants identified in section B of this fiscal note. Salary and benefits for the .5 temporary employee is \$91,979 and associated operating costs of \$20,550 for a total cost to the department of \$112,529 during the FY 2011-2013 to implement and monitor this grant program.

FY 2013-2015

It is anticipated that many of the projects will include remodeling or new construction which will not be concluded by the end of the 2011-2013 biennium. To provide the follow-through by the department as required by this bill, the department will need the .5 temporary employee to continue to provide the oversight to the third party and the other oversight to the grant program applicants identified in section B of this fiscal note until such time as the projects are completed, including determination by the department that the funds were used appropriately or require return of the funds by the grantees. Salary and benefits for the .5 temporary employee for the first year of the FY 2013-2015

biennium is \$45,990 and associated operating costs of \$9,275 for a total cost during the FY 2013-2015 biennium of \$55,265 to complete this work.

C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

Funds for this project are not included in the Department's appropriation bill (HB 1004). The Department will need an appropriation for these funds to carry out this project.

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