

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5417-01
Bill No.: SB 1217
Subject: Contracts and Contractors, Newspapers and Publications, Public Buildings
Type: Original
Date: March 27, 2006

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
General Revenue *	Unknown	Unknown	Unknown
Total Estimated Net Effect on General Revenue Fund *	Unknown	Unknown	Unknown

* Unknown expected to exceed \$100,000.

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Conservation Commission	Unknown	Unknown	Unknown
Total Estimated Net Effect on <u>Other</u> State Funds	Unknown	Unknown	Unknown

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Administration, Division of Facilities Management, Design and Construction** (DFMDC) assume this proposal would reduce their advertising costs. DFMDC estimated that advertising could be eliminated for approximately 125 projects per year, resulting in savings of approximately \$1,500 per project for total an annual savings of \$187,500.

Officials from the **Department of Conservation** assume this proposal would result in unknown savings to the Conservation Commission Fund.

Officials from the **Department of Transportation** assume this proposal would have no fiscal impact on their organization.

Officials from the **Department of Higher Education** assume this proposal would have no direct fiscal impact to their organization, but could result in significant savings to state supported institutions of higher education.

ASSUMPTION (continued)

Oversight assumes this proposal would result in unknown savings in excess of \$100,000 to the state General Revenue Fund. This estimate is intended to include savings to the state agencies including DFMD C that would have reduced advertising costs, and savings to the state supported institutions of higher education. Oversight also assumes there would be unknown savings to the Conservation Commission Fund.

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
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GENERAL REVENUE FUND

Cost reduction - state agencies and educational institutions

Advertising *	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
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ESTIMATED NET EFFECT ON GENERAL REVENUE FUND *	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
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* Unknown expected to exceed \$100,000.

CONSERVATION COMMISSION FUND

Cost reduction - Department of Conservation

Advertising	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
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ESTIMATED NET EFFECT ON CONSERVATION COMMISSION FUND	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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FISCAL IMPACT - Small Business

This proposal could have a direct fiscal impact on small businesses in publishing.

DESCRIPTION

This proposal would modify bidding and notice requirements for public projects. The proposal would reduce the newspaper advertising required for projects over \$100,000, and would eliminate the newspaper advertising requirement for projects under \$100,000.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of Administration

Division of Facilities Management, Design and Construction

Department of Conservation

Department of Higher Education

Department of Transportation



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Director
March 27, 2006