

Department of Planning and Budget

2002 Fiscal Impact Statement

1. Bill Number: HB322

House of Origin ☐ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☒ Enrolled

2. Patron Callahan

3. Committee Passed both Houses

4. Title Budget; long -term financial outline.

5. Summary/Purpose:

Requires the Governor to submit by December 15 of each year a long -term financial plan providing a six -year financial outline consisting of estimates of (i) anticipated general fund revenue, (ii) anticipated revenues for each of the major non-general funds, and (iii) the amount of funding needed by each secretariat, for each year.

The substitute bill and the enrolled bill change the process from an annual process, as specified in the introduced bill, to a biennial submission in the even -numbered year, with a due date on or before the first day of each regular session in an even -numbered year.

The substitute bill and the enrolled bill retain the current annual revenue projection process contained in § 2.2 -1503 of the Code. The introduced bill repeals it.

The substitute bill and the enrolled bill authorize the Governor to use the spending estimates prepared by agencies pursuant to § 2.2 -1504 or such other information as he may deem necessary. The introduced bill would have required the use of estimates in § 2.2 -1504.

6. Fiscal Impact Estimates are Not Available.

6a. Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2001-02	See Item 8		
2002-03			
2003-04			

6b. Revenue Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2001-02	See Item 8		
2002-03			
2003-04			

7. Budget amendment necessary:

No.

8. Fiscal implications:

There will be an additional cost to the Department of Planning and Budget and to the agencies to prepare a formal financial plan for submission to the General Assembly. The amount should be minimal given that the data involved is already required from the agencies.

9. Specific agency or political subdivisions affected:

The Department of Planning and Budget and all state agencies.

10. Technical amendment necessary:

No.

11. Other comments:

The bill title is changed in the enrolled bill to read "Filing of six -year financial outline by Governor." The substitute bill used the term "financial plan." Otherwise the enrolled bill is identical with the substitute bill.

Date: 03/06/02jbc

Document: G:\02Bills\FIS \HB322ER.Doc JimCook

cc: Secretary of Finance