

## **Department of Planning and Budget**

### **2014 Fiscal Impact Statement**

**1. Bill Number:** HB1011

|                        |                                       |                                     |  |
|------------------------|---------------------------------------|-------------------------------------|--|
| <b>House of Origin</b> | <input type="checkbox"/> Introduced   | <input type="checkbox"/> Substitute | <input type="checkbox"/> Engrossed           |
| <b>Second House</b>    | <input type="checkbox"/> In Committee | <input type="checkbox"/> Substitute | <input checked="" type="checkbox"/> Enrolled |

**2. Patron:** Byron, K.

**3. Committee:** Passed Both Houses.

**4. Title:** Commission on Local Government; local mandates.

**5. Summary:** This amended bill extends from July 1, 2014, to July 1, 2018, the task force appointed by the Governor to review state mandates on localities. As introduced, the bill extended the task force to July 1, 2016.

**6. Budget Amendment Necessary:** No, see item 8.

**7. Fiscal Impact Estimates:** Final.

**8. Fiscal Implications:** This bill extends the task force through July 1, 2018. Currently, the task force is valid through July 1, 2014.

According to the Department of Housing and Community Development, the task force was established as a temporary entity, and as such, the department did not receive appropriation for administration of the task force. As this bill extends the task force by an additional four years, the bill creates a continued expenditure for the Commission on Local Government. At this time, it is anticipated that the costs can be absorbed.

The current task force was established during the 2011 session and became effective on July 1, 2011 (FY 2012). Since then, the task force has met 16 times. As such, the Commission expects that the task force will meet approximately eight times per year through FY 2018. The agency calculates the cost per member per year to be \$944. This figure assumes a meal cost of \$13, \$5 parking fee, and a \$100 travel reimbursement to the members for each of the eight meetings. Thus, the agency expects a continued expenditure impact of \$4,720 in each year through FY 2018 for the five members. The administrative work tied to the meetings can be handled by current staff at the Commission on Local Government.

**9. Specific Agency or Political Subdivisions Affected:** Department of Housing and Community Development; Commission on Local Government; localities.

**10. Technical Amendment Necessary:** No.

**11. Other Comments:** During the 2013 session, a reduction in the amount of \$12,409 from the administrative budget of the Commission on Local Government was approved by the General Assembly.

HB594 and SB163 also deal with the task force.