

## Department of Planning and Budget 2017 Fiscal Impact Statement

**1. Bill Number:** HB2237

<b>House of Origin</b>	<input checked="" 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 type="checkbox"/> Enrolled

**2. Patron:** Benjamin L. Cline

**3. Committee:** House General Laws - Subcommittee #4 Committee

**4. Title:** Office of the State Inspector General; extension of jurisdiction to agencies funded 50 percent or more by state funds

**5. Summary:** Office of the State Inspector General; extension of jurisdiction to agencies funded 50 percent or more by state funds. Extends the jurisdiction of the Office of the State Inspector General by way of amending the definition of "state agency" to include any board, bureau, commission, council, or instrumentality of a political subdivision of the Commonwealth funded 50 percent or more by state funds.

**6. Budget Amendment Necessary:** No.

**7. Fiscal Impact Estimates:** Preliminary. See item 8.

**8. Fiscal Implications:** Although at this time insufficient data exists to determine the full fiscal impact of this bill, the proposed legislation would result in an increase in workload for the Hotline Section and Investigation Department of the Office of the State Inspector General (OSIG).

Because the number of entities that fall under this proposed expanded requirement is not yet clear, a variety of potential workload increases and their resulting costs have been used to provide a series of possible annual fiscal impacts. Below, is a high-level estimate that projects Hotline Section and Investigation Department costs increasing at the same rate as workload. The fiscal year 2017 budget for these two areas, totaling \$1,132,925, is used as the base.

- 33% annual workload increase would increase cost by \$373,865
- 40% annual workload increase would increase cost by \$453,170
- 50% annual workload increase would increase cost by \$566,463

There is also a potential for additional costs for other areas of OSIG stemming from workload impacts on the State Inspector General, Deputy Inspector General, Business Office, Communications Director, etc. These amounts have not yet been estimated.

**9. Specific Agency or Political Subdivisions Affected:** Office of the State Inspector General

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

**11. Other Comments:**

**Date:** 1/19/17

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