

430

FISCAL NOTE(Form 1)
(Office of Fiscal Analysis)
Analyst: AC 4/8/92
tk
Version:

BILL NUMBER: HB 5802
FILE NUMBER:
AMENDMENTS:

TITLE: "AN ACT CONCERNING FIDUCIARY FUNDS OF THE JUDICIAL
"BRANCH"

FAVORABLY REPORTED BY Judiciary

EFFECTIVE DATE: 7/1/92

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FISCAL IMPACT STATEMENT - BILL NUMBER HB 5802

STATE IMPACT	Revenue Gain, see explanation below
MUNICIPAL IMPACT	None
STATE AGENCY(S)	Judicial Department, State Treasurer

EXPLANATION OF ESTIMATES:

STATE IMPACT: The passage of the bill would result in an estimated revenue gain of \$64,000 to the State. Currently, the Judicial Department deposits fiduciary funds in the bank which does not pay interest on 10% of the balance. The bill would allow the Judicial Department to deposit these funds in the State Treasurer's accounts which would then be invested in short-term investment funds (STIF). The STIF does not require a 10% reserve requirement, and would allow an additional \$1.6 million in funds to earn interest. At an estimated 4% interest rate, \$64,000 in additional revenue would result.