1838

FISCAL NOTE(Form 1)
(Office of Fiscal Analysis)
Analyst: Cg 4/30/92
tc
Version: 1

BILL NUMBER: SB 474
FILE NUMBER:
AMENDMENTS: Senate "A"

TITLE: "AN ACT CONCERNING THE RECOMMENDATIONS OF THE COMMISSION TO EFFECT GOVERNMENT REORGANIZATION CONCERNING SERVICE PROVIDERS"

FAVORABLY REPORTED BY Human Services, Government Administration and Elections, Appropriations
EFFECTIVE DATE: 10/1/92

* * * * *

FISCAL IMPACT STATEMENT - BILL NUMBER SB 474

STATE IMPACT	Cost, Minimal Cost, Can be Absorbed, Savings, Increased Administrative Efficiency, see explanation below
MUNICIPAL IMPACT	None
STATE AGENCY(S)	Office of Policy and Management, Office of the Attorney General, Various State Agencies

EXPLANATION OF ESTIMATES:

STATE IMPACT: Passage of this bill as amended requires the secretary of the Office of Policy and Management (OPM) to establish uniform policies and procedures for obtaining, managing, and evaluating the quality and cost effectiveness of human services purchased from private providers. For OPM to oversee the State's purchase of service activities, it is anticipated it would require two durational positions for a two year period to initiate these activities. OPM has indicated an annual cost of $125,000 for these two positions. sHB 5100 (the Appropriations Act, as favorably reported by the Appropriations Committee) does not provide funding for these positions.

On a permanent basis, OPM has indicated it will staff this purchase of service function with existing staff. The Attorney General is required by the bill to develop, with OPM, standards for human service agencies to enter into multi-year contracts with human service providers. It is anticipated that the cost to the Attorney General's Office would be minimal and can be absorbed within existing resources. The monitoring of the State's purchase of service activities is expected to achieve savings that cannot be determined at this time and to increase administrative efficiency.

Senate "A" makes technical changes and has no fiscal impact.

"THIS DOCUMENT IS PREPARED FOR THE BENEFIT OF THE MEMBERS OF THE GENERAL ASSEMBLY, SOLELY FOR PURPOSES OF INFORMATION, SUMMARIZATION AND EXPLANATION. IT DOES NOT REPRESENT THE INTENT OF THE GENERAL ASSEMBLY OR EITHER HOUSE THEREOF FOR ANY PURPOSE."