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FISCAL IMPACT REPORT

ORIGINAL DATE 02/16/12

SPONSOR HTRC LAST UPDATED _____ HB 190/HTRCS

SHORT TITLE Reauthorize Projects SB _____

ANALYST Kehoe/Snyder

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Non-Rec	Fund Affected
FY11	FY12		
NFI	NFI	N/A	See Fiscal Impact Implications

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

SUMMARY

Synopsis of Bill

The House Taxation and Revenue Committee Substitute for House Bill 190 will reauthorize funding for projects authorized in previous years. The reauthorization of capital outlay projects may change the administering agency, change the original purpose of the project, extend the reversion date, or expand the purpose of the original project. The bill contains an emergency clause.

FISCAL IMPLICATIONS

The reauthorizations contained in this bill are a non-recurring expense to the severance tax bond fund, general fund, and other state funds. Any unexpended balances remaining at the end of the fiscal year as designated in the bill shall revert to the originating funding source three months after the reversion date. For the purpose of the reauthorizations of unexpended balances contained in this bill, "unexpended balance" is defined as the remainder of an appropriation after reserving for unpaid costs and expenses covered by binding written obligations to third parties.

SIGNIFICANT ISSUES

The Capital Outlay Bureau (COB) of the State Budget Division of the Department of Finance and Administration (DFA) is responsible for the operation and maintenance of the Capital Project Monitoring System (CPMS). Quarterly reports are generated from CPMS demonstrating the year and amount of an appropriation, expenditures, encumbrances, and balances for all active

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capital projects including reauthorizations. If an extension of time to expend balances is not authorized by the Legislature, the project balances will revert June 30, 2012.

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