

FISCAL NOTE

This bill creates the State Budget Department (Department) consisting of the existing Budget Division of the Department of Administration and Information (A&I). Not later than May 1, 2020 the Governor shall appoint a director. Not later than August 15, 2020, the director shall prepare a reorganization plan and submit it to the Governor for approval. The director shall include in the reorganization plan recommendations regarding:

- Whether the Economic Analysis Division of A&I should be transferred to the Department;
- Necessary modifications to state budgeting statutes and other statutes relating to the duties of the Department.

The Department reorganization plan shall be submitted to the Joint Appropriations Committee (JAC) and the Management Audit Committee (MAC). The committees shall hold at least one public hearing regarding the plan before December 1, 2020. The MAC shall report its recommendations on the plan to the JAC, and JAC shall consider the recommendations and report to the legislature no later than December 1, 2020 with its recommendations on the plan, including proposed legislation. The plan approved by the legislature shall be implemented no later than July 1, 2021. Pending approval of the plan, the Department shall have the authority provided by law to the Budget Division of A&I and shall operate independently of A&I. The Department shall be under the direction of the current administrator of the Budget Division of A&I who shall serve as the director of the Department until the Governor appoints a director.

The Budget Division of A&I is assigned to the Department under a Type 1 transfer, effective upon the appointment of a director of the Department. The Governor may allocate personnel and other resources between A&I and the Department in accordance with a Type 1 transfer pending approval of the reorganization plan.

The Governor’s total 2021-22 budget recommendation for the Budget Division is presented below:

Source of Funding	Standard Budget	Exception Request	Total Budget Recommendation
General Fund	\$2,423,642	\$50,428	\$2,474,070
Total	\$2,423,642	\$50,428	\$2,474,070
Full-time positions	8	0	8

Any additional fiscal or personnel impact is not determinable due to insufficient time to complete the fiscal note process.