

N.C. GENERAL ASSEMBLY LEGISLATIVE FISCAL NOTE

Fiscal Research
733-4910

Prepared By: Aikens, Marbet | Date Prepared: 4-21-89 | Bill No.: HB 480 | Edition: 1
 Approved By: Tom Covington | | | | Sponsor: Rep. Joe Hackney
 Short Title: Environmental Agency Consolidation

TYPE OF FISCAL IMPACT			FUNDS AFFECTED:			
			(X) General	() Highway	() Local	() Other:
	State Gov't	Local Gov't	State Fiscal Impact	FY 89-90	FY	FY
No Fiscal Impact	()	()	State Total Req'ments Receipts/Revenues			
Increase Expenditure	(X)	()	Net State Expend./Rev.	\$75,000		
Decrease Expenditure	()	()	No. of Positions			
			Local Fiscal Impact	FY	FY	FY
Increase Revenue	()	()	Local Total Req'ments Receipts/Revenues			
Decrease Revenue	()	()	Net Local Expend./Rev.			
No Estimate Avail.	()	()	No. of Positions			

Description of Legislation

1. Summary of Legislation:

House Bill 480 consolidates environmental programs and makes conforming statutory changes.

2. Effective Date:

July 1, 1989

3. Fund or Tax Affected:

General Fund

4. Principal Department/Program Affected:

Departments of Natural Resources and Community Development,
Human Resources, and Commerce

Cost or Revenue Impact on State

	FY	FY	FY
	88-89	89-90	
1. Non-Recurring Costs/Revenues		\$75,000	

Other non-recurring costs might be required in subsequent years. However these costs will be dependent upon the organizational structure approved by the new Secretary, the extent to which relocation of programs and Divisions might be required, and renovation costs to accommodate relocation of programs and Divisions. It is not possible to determine such costs beyond 1989-90 until the organizational structure and required relocations are determined. These costs, if any, can be submitted to the 1990 Session of the General Assembly. The \$75,000 in 89-90 will cover the cost of moving 110 personnel, 55 from the Cooper Building to the Archdale Building and 55 from the Archdale Building to the Cooper Building, and minimal costs (\$25,000) to renovate parts of the 14th floor of the Archdale Building. Personnel moved from the Cooper Building to the Archdale Building are top management and administrative personnel and must be consolidated with other administrative personnel before other moves or consolidations can occur.

2. Recurring Costs/Revenues

3. Fiscal/Revenue Assumptions

Cost/Revenue Impact on County or Local Government

	FY	FY	FY
	88-89	89-90	
1. Non-Recurring Costs/Revenues			
2. Recurring Costs/Revenues			
3. Fiscal/Revenue Assumptions			

Sources of Data for Fiscal Note

North Carolina Department of Natural Resources and Community Development
and the Office of State property, Department of Administration

Technical Considerations/Comments

The following additional comments are provided:

1. Transfer of two programs to the Department of Commerce will have no fiscal effect.
2. Costs savings after consolidation is complete might be possible, particularly in some administrative areas.
3. A deputy secretary and an assistant secretary for health are being added to the new department.
4. The only known data processing changes, in the Department of Human Resources, will be in developing an accounting structure for the new department. This will be done within the existing Departmental Accounting System (DAS) framework in coordination with the State Controller's Office. An interagency committee is being formed which will develop the new department's accounting structure and fiscal policies.



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