

Fiscal Estimate Narratives

DHFS 3/20/2008

LRB Number	07-4053/1	Introduction Number	AB-0850	Estimate Type	Original
Description Grants to community action agencies for skills enhancement programs and making an appropriation					

Assumptions Used in Arriving at Fiscal Estimate

AB 850 provides \$250,000 (GPR) in FY 2009 to the Department of Children and Families (DCF) to be distributed to community action agencies (CAAs) as skills enhancement grants. The grants would support programs of skill enhancement, including access to transportation, child care, career counseling, job placement assistance, and financial support for education and training that serve individuals who work at least 20 hours per week and earn an income at or below 150 percent of the poverty line. The Department of Health and Family Services (DHFS) anticipates that the additional workload to distribute the grants can be absorbed within existing resources and that the grants will cover fully the cost of skill enhancement efforts by the local CAAs receiving the funds.

DHFS currently distributes federal Community Block Service Grant (CSBG) funds to CAAs. As no Department of Workforce Development (DWD) staff who work on programs similar to a skills enhancement grant will be transferring to DCF, the Department assumes that the distribution of the skills enhancement grants will be combined with the existing CSBG efforts. DWD estimates that the workload associated with its state supplement to employment opportunity demonstration projects, which distributes a similar amount of funds to CAAs, requires 0.3 to 0.5 FTE split between a program manager, section chief, and contract, budget, and finance staff. DHFS anticipates that the existing 2 FTE assigned to CSBG efforts and the support staff transferring from DHFS and DWD to DCF will be able to absorb the additional workload.

The bill creates the grants for the purpose of allowing CAAs to provide skills enhancement service and does not require matching funds. Therefore, the grant should cover fully the efforts of CAAs and not result in additional costs for these agencies.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2007 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description Grants to community action agencies for skills enhancement programs and making an appropriation			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes (FTE Position Changes)	\$		\$
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations	250,000		
TOTAL State Costs by Category	\$250,000		\$
B. State Costs by Source of Funds			
GPR	250,000		
FED			
PRO/PRS			
SEG/SEG-S			
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
	Increased Rev		Decreased Rev
GPR Taxes	\$		\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
TOTAL State Revenues	\$		\$
NET ANNUALIZED FISCAL IMPACT			
	State		Local
NET CHANGE IN COSTS	\$250,000		\$
NET CHANGE IN REVENUE	\$		\$
Agency/Prepared By		Authorized Signature	Date
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