

SF92 - 0 - "Pioneer Public TV Equipment Grant Approp"

Chief Author: **Gary Dahms**  
 Committee: **State Government Finance and Policy and Elections**  
 Date Completed: **02/27/2017**  
 Agency: **Administration Dept**

State Fiscal Impact	Yes	No
Expenditures	X	
Fee/Departmental Earnings		X
Tax Revenue		X
Information Technology		X
Local Fiscal Impact		X

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium	
	Dollars in Thousands	FY2017	FY2018	FY2019	FY2020
General Fund	1,950	4	-	-	-
<b>Total</b>	<b>1,950</b>	<b>4</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Biennial Total</b>			<b>4</b>		<b>-</b>

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2017	FY2018	FY2019	FY2020	FY2021
General Fund	-	.03	-	-	-
<b>Total</b>	<b>-</b>	<b>.03</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Executive Budget Officer's Comment**

I have reviewed this fiscal note for reasonableness of content and consistency with MMB's Fiscal Note policies.

EBO Signature: Shawn Kremer      Date: 2/27/2017 4:01:00 PM  
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**State Cost (Savings) Calculation Details**

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

\*Transfers In/Out and Absorbed Costs are only displayed when reported.

<b>State Cost (Savings) = 1-2</b>		Biennium			Biennium	
Dollars in Thousands	FY2017	FY2018	FY2019	FY2020	FY2021	
General Fund	1,950	4	-	-	-	-
<b>Total</b>	<b>1,950</b>	<b>4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
			<b>4</b>			<b>-</b>
<b>1 - Expenditures, Absorbed Costs*, Transfers Out*</b>						
General Fund	1,950	4	-	-	-	-
<b>Total</b>	<b>1,950</b>	<b>4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
			<b>4</b>			<b>-</b>
<b>2 - Revenues, Transfers In*</b>						
General Fund	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
			<b>-</b>			<b>-</b>

**Bill Description**

This bill appropriates \$1,950,000 from the general fund to the commissioner of administration for the purpose of providing an equipment grant to Pioneer Public Television as part of the station's construction of a new facility in Granite Falls, Minnesota. The money may be used to purchase and install equipment necessary to the station's operation.

**Assumptions**

Admin assumes \$1,950,000 will be appropriated in FY 2017 from the general fund for the purpose of providing an equipment grant. Admin's Office of Grants Management (OGM) will administer the grant. Admin assumes that this grant will be encumbered in FY 2017, and spent in FY 2018 - though the timing of the encumbrance (e.g. FY 2017 or 2018) depends on when this bill passes and the grant contract is executed. Adequate staffing will be required to effectively comply with 13 statewide grants policies and procedures. These procedures include issuing and managing the grant application process, reviewing and verifying grantee eligibility and grantee audits, drafting and executing grant agreements, processing grantee reimbursement requests in a timely manner (compliance with 16A.124, subdivision 3), collecting, tracking, and reviewing grantee reports, conducting monitoring and financial reconciliation, and conducting grant close-out requirements. OGM will demonstrate best practice in grants administration, monitoring, and oversight in order to protect the state's investment in this grant program.

Based on historic experience, OGM estimates this grants administration will require roughly 60 hours throughout the fiscal year, or approximately .03 FTE of a Grants Specialist Senior's time. OGM currently employs one full-time Grants Specialist Intermediate to administer/manage its grants portfolio. This bill would require overtime extra hours to accomplish the additional duties.

Additional non salary costs are needed and include contracting costs for financial reconciliations that are required each year.

The bill contains a \$1,950,000 appropriation in FY 2017.

**Expenditure and/or Revenue Formula**

Salary = 62.5 hours \* 25.22 per hour \* 1.5 = \$2,364.38

Fringe = \$311.61

Contracted services = \$1,600

Appropriation = \$1,950,000

**Long-Term Fiscal Considerations**

Note: multiple concurrent bills are traveling this year which require Admin to assume additional grants management duties. If multiple bills are passed, Admin may need to hire additional staff in OGM which would come at an expense greater than the costs listed in this fiscal note.

**Local Fiscal Impact**

N/A

**References/Sources**

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