



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2027 Biennium

Bill#/Title: **HB0313: Establish a grant program for aquatic recreational facilities**

Primary Sponsor: **Paul Tuss** Status: **As Introduced**

☐ Included in the Executive Budget ☐ Needs to be included in HB 2 ☐ Significant Local Gov Impact

☐ Significant Long-Term Impacts ☐ Technical Concerns ☐ Dedicated Revenue Form Attached

### **FISCAL SUMMARY**

|                             | <b>FY 2026<br/>Difference</b> | <b>FY 2027<br/>Difference</b> | <b>FY 2028<br/>Difference</b> | <b>FY 2029<br/>Difference</b> |
|-----------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| <b>Expenditures</b>         |                               |                               |                               |                               |
| General Fund (01)           | \$5,000,000                   | \$31,714                      | \$91,610                      | \$92,984                      |
| State Special Revenue (02)  | \$818,958                     | \$1,513,542                   | \$1,455,000                   | \$1,212,500                   |
| <b>Revenues</b>             |                               |                               |                               |                               |
| General Fund (01)           | \$0                           | \$0                           | \$0                           | \$0                           |
| State Special Revenue (02)  | \$5,000,000                   | \$0                           | \$0                           | \$0                           |
| <b>Net Impact</b>           | <u>(\$5,000,000)</u>          | <u>(\$31,714)</u>             | <u>(\$91,610)</u>             | <u>(\$92,984)</u>             |
| <b>General Fund Balance</b> |                               |                               |                               |                               |

### **Description of fiscal impact**

HB 313 transfers \$5 million from the general fund to establish a public swimming pool infrastructure grant program at the Department of Commerce. The department estimates it will require \$366,308 over the next two biennia to administer the program, of which \$150,000 is provided for in the bill.

### **FISCAL ANALYSIS**

#### **Assumptions**

#### **Department of Commerce**

- HB 313 transfers \$5 million from the general fund to a state special revenue account administered by the Department of Commerce and appropriates the \$5 million from the state special revenue account to the department. Up to 3% of the \$5 million can be used for administrative costs.
- It is assumed the full \$5 million, less any administrative costs not exceeding 3%, will be awarded as grants to nonprofit organizations and local governments.
- Section 5 establishes match requirements of at least \$1 in value for each \$5 of the grant, for grants of \$25,000 or more.
- Section 6 sets the maximum grant amount at \$500,000. However, based on the match requirement and the limited availability of local funding, it is estimated that the average grant amount will be \$100,000. Assuming the full 3% will be used for admin, reducing the amount available for grants to \$4,850,000, the number of grants awarded would 49.
- The bill calls for the department to adopt guidelines, receive proposals, and review applications for the grants. Before disbursing funds the department will verify match and enter into an agreement with each grantee.

6. Given the match requirement, and the time it takes to establish guidelines, request and receive applications, and draft the contracts, it is estimated that the department would award 15% of the grants in FY 2026, 30% in each FY 2027 and FY 2028, and 25% in FY 2029.
7. The department will track the outcomes of the projects to ensure all requirements of the grant agreement are satisfied.
8. Based on existing grant programs, the workload required to perform these duties for 49 grant awards will require the equivalent of 0.75 FTE and associated operating costs such as travel, supplies, and overhead. The resulting administrative expenses will be \$91,458 in FY 2026, \$90,256 in FY 2027, \$91,610 in FY 2028, and \$92,984 in FY 2029, for a total of \$366,308 over the next two biennia.
9. The bill provides \$150,000 (3% x \$5 million) for administrative costs. The agency assumes the remaining administrative costs will be paid from the general fund.

**Fiscal Analysis Table**

|  | <b><u>FY 2026<br/>Difference</u></b> | <b><u>FY 2027<br/>Difference</u></b> | <b><u>FY 2028<br/>Difference</u></b> | <b><u>FY 2029<br/>Difference</u></b> |
|--|--------------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|
| <b><u>Fiscal Impact</u></b>  |                                      |                                      |                                      |                                      |
| FTE  | 0.75                                 | 0.75                                 | 0.75                                 | 0.75                                 |
| <b>TOTAL Fiscal Impact</b>   | <b>0.75</b>                          | <b>0.75</b>                          | <b>0.75</b>                          | <b>0.75</b>                          |
| <b><u>Expenditures</u></b>   |                                      |                                      |                                      |                                      |
| Personal Services  | \$69,987                             | \$71,737                             | \$72,814                             | \$73,906                             |
| Operating Expenses   | \$21,471                             | \$18,519                             | \$18,796                             | \$19,078                             |
| Transfers  | \$5,000,000                          | \$0                                  | \$0                                  | \$0                                  |
| Grants   | \$727,500                            | \$1,455,000                          | \$1,455,000                          | \$1,212,500                          |
| <b>TOTAL Expenditures</b>  | <b>\$5,818,958</b>                   | <b>\$1,545,256</b>                   | <b>\$1,546,610</b>                   | <b>\$1,305,484</b>                   |
| <b><u>Funding of Expenditures</u></b>  |                                      |                                      |                                      |                                      |
| General Fund (01)  | \$5,000,000                          | \$31,714                             | \$91,610                             | \$92,984                             |
| State Special Revenue (02)   | \$818,958                            | \$1,513,542                          | \$1,455,000                          | \$1,212,500                          |
| <b>TOTAL Funding of Expenditures</b>   | <b>\$5,818,958</b>                   | <b>\$1,545,256</b>                   | <b>\$1,546,610</b>                   | <b>\$1,305,484</b>                   |
| <b><u>Revenues</u></b>   |                                      |                                      |                                      |                                      |
| State Special Revenue (02)   | \$5,000,000                          | \$0                                  | \$0                                  | \$0                                  |
| <b>TOTAL Revenues</b>  | <b>\$5,000,000</b>                   | <b>\$0</b>                           | <b>\$0</b>                           | <b>\$0</b>                           |
| <b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures)</u></b> |                                      |                                      |                                      |                                      |
| General Fund (01)  | (\$5,000,000)                        | (\$31,714)                           | (\$91,610)                           | (\$92,984)                           |
| State Special Revenue (02)   | \$4,181,042                          | (\$1,513,542)                        | (\$1,455,000)                        | (\$1,212,500)                        |


  
 Sponsor's Initials

 1/30/25.  
 Date


  
 Budget Director's Initials

 1/30/2025  
 Date