



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2027 Biennium

Bill#/Title: **HB0511.01: Provide grant funding for firefighting training facilities**

Primary Sponsor: **Scott DeMarois**

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

	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>	<u>FY 2028</u> <u>Difference</u>	<u>FY 2029</u> <u>Difference</u>
Expenditures				
General Fund (01)	\$5,000,000	\$0	\$14,628	\$55,714
State Special Revenue (02)	\$556,283	\$1,553,483	\$1,540,234	\$1,350,000
Revenues				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$5,000,000	\$0	\$0	\$0
Net Impact	<u>(\$5,000,000)</u>	<u>\$0</u>	<u>(\$14,628)</u>	<u>(\$55,714)</u>
General Fund Balance				

Description of fiscal impact

HB 511 provides a \$5 million dollar appropriations to the Department of Military Affairs (DMA) to create a firefighting training facility grant program. The funds would be used to fund up to \$4,850,000 million in grants to local government firefighting authorities for capital construction, maintenance and repair projects, and equipment purchases; and \$150,000 in administrative costs.

FISCAL ANALYSIS

Assumptions

Department of Military Affairs (DMA)

1. HB 511 requires DMA to create and administer a firefighting training facility infrastructure grant program. The Disaster and Emergency Services (DES) division would administer this grant program. The department estimates approximately 30 grants would be awarded.
2. A 0.50 FTE grant manager is required to manage the program. DES estimates personal services costs for 0.50 modified FTE are \$51,864 in FY 2026 and FY 2027, and with an inflationary rate of 1.5% in FY 2028 and FY 2029.
3. One-time-only operating costs of \$2,800 for the position for equipment and a computer in FY 2026.
4. Travel costs for four quarterly monitoring visits per year at local government firefighting authorities include lodging, mileage, and per diem of \$1,619 in FY 2026 and FY 2027, with an inflationary rate of 1.5% in FY 2028 and FY 2029.
5. To maximize the efficient use of the administrative costs, DES will work to spend all grant funds by the end of FY 2029.
6. The 3% allocation is not sufficient to cover the costs to administer the program, DES is unable to absorb the additional workload within the existing grant programs.

Fiscal Note Request - As Introduced
(continued)

7. The 3% for administrative costs covers \$56,283 in FY 2026, \$53,483 in FY 2027, and \$40,234 in FY 2028 for a total of \$150,000. Additional general fund would be needed of \$14,628 in FY 2028, and \$55,714 in FY 2029; for a total of \$70,342.
8. If the grant funding is not fully utilized by the end of FY 2029, additional costs will be \$56,932 in FY 2030 and \$58,164 in FY 2031.
9. DES would need time to establish the program, provide guidance and outreach, and conduct application review. As a result, DES estimates awarding grants of \$500,000 in FY 2026, \$1.5 million in FY 2027, \$1.5 million in FY 2028, \$1.35 million in FY 2029.

Fiscal Analysis Table

	FY 2026 Difference	FY 2027 Difference	FY 2028 Difference	FY 2029 Difference
<u>Fiscal Impact</u>				
FTE	0.50	0.50	0.50	0.50
TOTAL Fiscal Impact	0.50	0.50	0.50	0.50
<u>Expenditures</u>				
Personal Services	\$51,864	\$51,864	\$53,219	\$54,046
Operating Expenses	\$4,419	\$1,619	\$1,643	\$1,668
Transfers	\$5,000,000	\$0	\$0	\$0
Grants	\$500,000	\$1,500,000	\$1,500,000	\$1,350,000
TOTAL Expenditures	\$5,556,283	\$1,553,483	\$1,554,862	\$1,405,714
<u>Funding of Expenditures</u>				
General Fund (01)	\$5,000,000	\$0	\$14,628	\$55,714
State Special Revenue (02)	\$556,283	\$1,553,483	\$1,540,234	\$1,350,000
TOTAL Funding of Expenditures	\$5,556,283	\$1,553,483	\$1,554,862	\$1,405,714
<u>Revenues</u>				
State Special Revenue (02)	\$5,000,000	\$0	\$0	\$0
TOTAL Revenues	\$5,000,000	\$0	\$0	\$0
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures)</u>				
General Fund (01)	(\$5,000,000)	\$0	(\$14,628)	(\$55,714)
State Special Revenue (02)	\$4,443,717	(\$1,553,483)	(\$1,540,234)	(\$1,350,000)

NOT SIGNED BY SPONSOR
 2/22/25



Budget Director's Initials

2/21/2025

Date

Sponsor's Initials

Date