

NORTH CAROLINA GENERAL ASSEMBLY

LEGISLATIVE FISCAL NOTE

BILL NUMBER: House Bill 31

SHORT TITLE: Competitive Government Initiative

SPONSOR(S):

FISCAL IMPACT					
	Yes (X)	No ()	No Estimate Available ()		
	<u>FY 1997-98</u>	<u>FY 1998-99</u>	<u>FY 1999-00</u>	<u>FY 2000-01</u>	<u>FY 2001-02</u>
REVENUES		0	0	0	0
EXPENDITURES	\$5,600	\$5,200	\$5,600	\$5,200	0
POSITIONS:		0	0	0	0
PRINCIPAL DEPARTMENT(S) & PROGRAM(S) AFFECTED: Office of State Budget and Management					
EFFECTIVE DATE: when it becomes law; expires June 30, 2001					

BILL SUMMARY: Adds new GS 143C to create the NC Government Competition Comm'n to encourage innovation and competition within state gov't, identify barriers to competition in state gov't, promote acceptance of competition by state government officials, and determine the competition potential of state programs and activities. The Governor or General Assembly may direct any state agency to perform a public-private competition analysis covering any service for which the Comm'n has received a qualifying proposal for competition from a private entity. Comm'n is composed of nine members who serve staggered two-year terms. The Governor appoints three members (one state employee and two members of the private sector). The President Pro Tem. and Speaker each appoint three members (two of the three appointees must be members of the private sector). Office of State Budget and Management provides staff support to comm'n. Comm'n is required to report its findings annually to the Governor and General Assembly. Office of State Budget and Management must determine amount of existing appropriation that is no longer needed by state agency as a result of savings from competition and report same to Governor and General assembly by Feb. 1 of each year. Expires June 30, 2001.¹

¹ Legislative Reporting Service, Institute of Government: "Daily Bulletin," Vol. 1997, No. 4, p. 3.

ASSUMPTIONS AND METHODOLOGY: Assumes the Commission will consist of 6 members of the private sector, selected statewide, two members of the General Assembly, and one state employee who works in the Raleigh area. Assumes four meetings per year, all held in the Raleigh area, and each lasting for one day. Assumes that in odd-numbered years, one of the four meetings will be held during the legislative session. Assumes that requirements for meeting space and staff support will be met from existing resources. Calculates per diem, subsistence, and travel costs, as appropriate, for four meetings per year, then adds *c.* 10% for contingencies and rounds off.

TECHNICAL CONSIDERATIONS: none

FISCAL RESEARCH DIVISION 733-4910

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DATE: March 26, 1997



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