

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6152

BILL NUMBER: SB 35

NOTE PREPARED: Nov 14, 2007

BILL AMENDED:

SUBJECT: Public Work Projects.

FIRST AUTHOR: Sen. Charbonneau

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill authorizes a political subdivision, a board of aviation commissioners, or a municipal or county hospital to perform a public work project by means of its own workforce, without awarding a contract, if the cost of the project is estimated to be less than \$200,000.

Effective Date: July 1, 2008.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: The bill could reduce the cost of some local public works projects for construction, reconstruction, repair, alteration, resurfacing, or maintenance of an alley, a road, a street, a highway, or a bridge. The savings would depend on the number of such projects less than \$200,000 and if local units decide to do the project with their own workforces.

Background Information: The CY 2007 budget for local highways and bridges, excluding debt service payments, was about \$540.1 M. Starting with CY 2006, local units no longer report appropriations by budget classification. Based on appropriations from CY 2001 to CY 2005, personnel services were about 45% of the budget, supplies about 21%, other services and charges 22%, and capital outlays were about 12% of the budget.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Boards of aviation, counties, cities, and towns.

Information Sources:

Fiscal Analyst: Chuck Mayfield, 317-232-4825.