

**NOTE: As provided in LFC policy, this report is intended for use by the standing finance committees of the legislature. The Legislative Finance Committee does not assume responsibility for the accuracy of the information in this report when used in any other situation.**

**Only the most recent FIR version, excluding attachments, is available on the Intranet. Previously issued FIRs and attachments may be obtained from the LFC office in Suite 101 of the State Capitol Building North.**

## FISCAL IMPACT REPORT

SPONSOR: Wilson DATE TYPED: 02/14/01 HB \_\_\_\_\_  
 SHORT TITLE: Business Ethics Programs SB 558  
 ANALYST: Taylor

### APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY01	FY02	FY01	FY02		
	\$ 75.0			Recurring	General Fund

(Parenthesis ( ) Indicate Expenditure Decreases)

### SOURCES OF INFORMATION

Labor Department

### SUMMARY

#### Synopsis of Bill

Senate Bill 558 appropriates \$75.0 from the General Fund to the Labor Department for the purpose of contracting for programs to train private sector employees in business ethics.

### PERFORMANCE IMPLICATIONS

The Labor Department should build performance standards into the contract(s). Output measures that could be included would be the number of seminars or meetings, the number of persons trained. The desired outcome would be more ethical business practices, which may result but would be impossible to measure.

### FISCAL IMPLICATIONS

The appropriation of \$75.0 contained in this bill is a recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of FY02 shall revert to the general fund.

### ADMINISTRATIVE IMPLICATIONS

The Labor Department will oversee the contract. They say that they will issue an RFP and contract with an experienced organization. They also report they are required to set aside a small percent of the money for administrative management.

BT/ar