

**BILL SUMMARY**  
1st Session of the 53rd Legislature

<b>Bill No.:</b>	<b>HB 2140</b>
<b>Version:</b>	<b>Proposed Committee Substitute</b>
<b>Request Number:</b>	<b>6602</b>
<b>Author:</b>	<b>Rep. Steele</b>
<b>Date:</b>	<b>2/14/2011</b>
<b>Impact:</b>	<b>Cost Savings of \$22, 173,934</b>

**Research Analysis**

Pending

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Prepared By: "Click and type"

**Fiscal Analysis**

The Proposed Committee Substitute for HB 2140 consolidates several currently independent agencies into the Office of State Finance (OSF). The agencies consolidated into the new OSF include: Department of Central Services, Office of Personnel Management, Oklahoma Merit Protection Commission,, Oklahoma Department of Libraries, Oklahoma State Employees Benefit Council, and Oklahoma State and Education Employees Group Insurance Board.

*The bill requires that by no later than December 31, 2011, the Director of the OSF shall consolidate the functions and demonstrate a 15% overall cost reduction as a result of the consolidation.*

To determine what a 15% cost reduction from consolidation would be, House Fiscal Staff analysts gathered operating budgets from each of the agencies listed above including the OSF. Taking into account state appropriations, federal dollars, and revolving funds as revenue sources, House Fiscal Staff determined the combined operating budgets of the agencies above to be \$147,826,230. *Assuming a 15% cost savings from consolidation of the above agencies based on their total operating budget figure, the dollar amount of the cost savings from consolidation would be \$22,173,934.*

Where the specific cost savings will come from in the consolidation is left to the discretion of the Director of OSF who shall provide recommendations to the Legislature.

Prepared By: David Ligon

**Other Considerations**

None