
Fiscal Note
Bill Number HB1007

Veterans' Nursing Home Authorization and Funding*19-Apr-05**2:36 PM*

State Impact

If matching federal funds are available, a general obligation bond of \$4,500,000 (plus approximately \$65,000 issuance costs) will be issued for a veterans nursing home. Assuming a standard six-year repayment period, annual debt service payments will average \$840,000. Total interest costs over the life of the bond will be approximately \$475,000.

Provisions of the bill require the Division of Veterans' Affairs to appoint an administrator for each nursing home. Therefore, establishing a new home will require hiring a new administrator. The position is state-funded and estimated to cost approximately \$125,000 per year.

	<u>FY 2006</u> <u>Approp.</u>	<u>FY 2007</u> <u>Approp.</u>	<u>FY 2006</u> <u>Revenue</u>	<u>FY 2007</u> <u>Revenue</u>
General Fund	\$0	\$840,000	\$0	\$0
General Fund	\$0	\$125,000	\$0	\$0
Dedicated Credits	\$0	\$0	\$4,500,000	\$0
TOTAL	<u><u>\$0</u></u>	<u><u>\$965,000</u></u>	<u><u>\$4,500,000</u></u>	<u><u>\$0</u></u>

Individual and Business Impact

Veterans will benefit from the new nursing home.

Office of the Legislative Fiscal Analyst