

FISCAL NOTE

Requested by Legislative Council
01/02/2009

REVISION

Bill/Resolution No.: HB 1046

1A. State fiscal effect: *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2007-2009 Biennium		2009-2011 Biennium		2011-2013 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$500,000	\$0	\$500,000
Expenditures	\$0	\$0	\$11,000,000	\$500,000	\$500,000	\$500,000
Appropriations	\$0	\$0	\$1,000,000	\$500,000	\$500,000	\$500,000

1B. County, city, and school district fiscal effect: *Identify the fiscal effect on the appropriate political subdivision.*

2007-2009 Biennium			2009-2011 Biennium			2011-2013 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

2A. Bill and fiscal impact summary: *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

Creates an emergency response and recovery commission and fund. Provides an initial cost to the state of \$11,000,000 in general funds. Of that amount the State Investment Board would invest \$10,000,000 and agency would receive \$1,000,000 as well as any revenue from the \$10,000,000 investment.

B. Fiscal impact sections: *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Section 5 details the fiscal impact as described above. We made a conservative assumption that the \$10,000,000 investment would generate \$500,000 in interest revenue per biennium.

3. State fiscal effect detail: *For information shown under state fiscal effect in 1A, please:*

A. Revenues: *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

Revenue of \$500,000 per biennium for interest income from \$10,000,000 investment. This would be provided to the agency as a continuing appropriation. No funding is provided in the agency's 09-11 executive budget.

B. Expenditures: *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

The 09-11 biennium would have a \$11,000,000 general fund expenditure for the state to establish the fund. We estimated \$500,000 per biennium as an expenditure for the agency, depending on the number of qualifying disasters. This would be spent by the agency using the grants line of our budget. No additional FTE's are projected to administer this fund.

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

The appropriation shown above is not in the agency's executive budget. The appropriation for 09-11 would include

the \$1,000,000 per section 5 of this bill and another estimated \$500,000 generated from the \$10,000,000 investment.

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