

FISCAL NOTE

Requested by Legislative Council
01/21/2011

Bill/Resolution No.: SB 2290

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.*

	2009-2011 Biennium		2011-2013 Biennium		2013-2015 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$1,036,750	\$0	\$1,078,220	\$0
Appropriations	\$0	\$0	\$1,036,750	\$0	\$1,078,220	\$0

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

2009-2011 Biennium			2011-2013 Biennium			2013-2015 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).*

SB 2290 would require the Department of Mineral Resources to respond and make a determination on all notices of violations within 15 days. This will require additional staffing.

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.*

The workload will require additional staffing--at a minimum one additional field person in each regional office (a total of 3 field inspectors) and 3 additional staff in the central office to handle hearings/writing of orders/accounting, etc.

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.*

Unable to determine.

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.*

Additional staffing of 6 Full time employees consisting of 3 Engineering Tech Field Inspectors - \$539,000; 1 legal assistant - \$127,000; 1 administrative assistant - \$90,000; 1 administrative staff officer - \$94,000 for a total of \$850,000

Administrative Hearing Office costs of \$186,750 based on 747 notices of violations issued in the years 2009 and 2010. 747 x 2 hours x \$125/hour = \$186,750. Total estimated cost for 2011-2013 biennium \$1,036,750. The 2013-2015 numbers reflect inflation of 4%.

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 General Fund appropriation for the Industrial Commission Department of Mineral Resources would need to be increased.

Salaries & Wages \$850,000

Operating \$186,750

Total of \$1,036,750

The funding for this additional workload is not included in the Governor's Executive Budget. Any income received from the fines would go into the Abandoned Oil and Gas Reclamation Fund.

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