

FISCAL NOTE
Requested by Legislative Council
01/11/2021

Bill/Resolution No.: HB 1215

- 1 A. **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.*

	2019-2021 Biennium		2021-2023 Biennium		2023-2025 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures						
Appropriations						

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

	2019-2021 Biennium	2021-2023 Biennium	2023-2025 Biennium
Counties			
Cities			
School Districts			
Townships			

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

House Bill 1215 creates a park district loan program to be administered by BND. It also amends the oil and gas allocations to the Outdoor Heritage Fund to direct a portion of those allocations to this new park district loan fund.

- 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 1 of the bill creates a new park district loan program to be administered by the Bank of North Dakota. It further spells out requirements and priorities of the loan program. This fiscal note does not address any potential costs incurred by BND for administering the program.

Section 2 of the bill amends NDCC 54-17.8-02 to transfer 10% of the future amounts deposited into the ND Outdoor Heritage Fund into this new park district loan fund up to a maximum of \$25 million.

The language in section 2 states that 10% of the oil extraction moneys deposited into the outdoor heritage fund are to be transferred to this new fund. This specific language would lead to zero dollars being transferred to the new fund as all current allocations to the outdoor heritage fund are from oil and gas gross production tax rather than oil extraction.

If amended to reference gross production tax, section 2 could redirect up to \$2 million per fiscal year from the outdoor heritage fund to this new fund depending on the level of gross production tax revenues in the coming biennia. This is based on the outdoor heritage statute that limits allocations to that fund at \$20 million per year. Based on current gross production tax revenues, the annual amount would be closer to \$1 million.

The total transfers into this new fund would be capped at \$25 million.

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.*

- 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.*

- 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

Name: Ryan Skor

Agency: Office of State Treasurer

Telephone: (701)328-4637

Date Prepared: 01/13/2021