

FISCAL NOTE
Requested by Legislative Council
01/17/2007

Bill/Resolution No.: HB 1511

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.*

	2005-2007 Biennium		2007-2009 Biennium		2009-2011 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0		\$750,000		\$750,000
Expenditures	\$0	\$0		\$500,000		\$1,000,000
Appropriations						

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

2005-2007 Biennium			2007-2009 Biennium			2009-2011 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

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).*

Requires bonding or a return to production of idle wells. If not returned to production or plugged in one year, the bond and equipment are forfeited to the Industrial Commission.

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 forfeiture of bonds are reflected as income and the expenditures reflect the costs of plugging and reclaiming abandoned wells.

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.*

2007-2009 Special fund income reflects forfeited bonds on 1/2 of the high risk wells in mid-2008.

2009-2011 Special fund income reflects forfeited bonds on high risk wells.

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.*

2007-2009 Special fund expenses reflects \$500,000 plugging and reclaiming of 10 wells in late 2008 and 2009.

2009-2011 Special fund expenses reflect \$1,000,000 for plugging and reclaiming of 10 wells each year.

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.*

Name:	Karlene K. Fine	Agency:	Industrial Commission
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