

**FISCAL NOTE**  
Requested by Legislative Council  
03/30/2011

Amendment to: Engrossed  
HB 1451

**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       | \$568,102,000      | (\$568,102,000) | \$129,000,000      | (\$129,000,000) |                    |             |
| Expenditures   |                    |                 |                    |                 |                    |             |
| Appropriations |                    |                 |                    |                 |                    |             |

**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 |
|                    |        |                  |                    |        |                  |                    |        |                  |

**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).*

Engrossed HB 1451 with Senate Amendments eliminates the permanent oil tax trust 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.*

If enacted, engrossed HB 1451 with Senate Amendments eliminates the permanent oil tax trust fund. At the end of the current 2009-11 biennium, Section 5 of the bill transfers \$52 million to the Legacy Fund, and the balance of the permanent oil tax trust fund to the state general fund. This amount is estimated to be \$568.102 million to be transferred to the general fund at the close of the current 2009-11 biennium.

In the next (2011-13) biennium, the amount of oil tax revenue that remains in the state general fund is increased from \$71 million to \$200 million, an increase of \$129 million as shown above. Section 3 also deposits \$350 million of the state's share of oil revenues from the permanent oil tax trust fund to the property tax relief sustainability fund. Any remaining revenue goes to the state infrastructure fund. Compared to current law distributions, all of these impact "other funds" and cancel each other out and are therefore, not shown in the revenue boxes above.

Section 1 of the bill limits deposits in the lands and minerals trust fund to \$150 million per biennium with any excess revenue going to the Legacy Fund. This provision is not expected to impact revenues in the 2011-13 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.*

**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 is also included in the executive budget or relates to a continuing appropriation.*

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