

FISCAL NOTE
Requested by Legislative Council
01/07/2019

Revised
 Bill/Resolution No.: HB 1295

- 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.*

	2017-2019 Biennium		2019-2021 Biennium		2021-2023 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0		\$0
Expenditures	\$0	\$0	\$1,176,660		\$552,684	
Appropriations	\$0	\$0	\$1,176,660		\$552,684	

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

	2017-2019 Biennium	2019-2021 Biennium	2021-2023 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).*

This bill provides for sports betting on professional sports and certain athletic events.

- 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.*

Sections 1 and 2 of the bill will have fiscal impacts. Although allowing sports betting on professional sports and certain athletic events will have a significant impact on revenues it's unclear at this time what the impact will be to the general fund.

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.*

Although allowing sports betting on professional sports and certain athletic events will have a significant impact on revenues it's unclear at this time what the impact will be to the general fund.

- 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.*

This bill will generate a significant workload. In order to regulate sports betting the Office of Attorney General will need a minimum of 2 auditors (\$381,520), operating (\$70,140), and a new gaming system (\$725,000), a total of \$1,176,660 for the 2019-21 biennium. For the 2021-23 biennium the respective costs are salaries & wages (\$408,962) and operating (\$143,722) which includes a 10% system maintenance cost.

- 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.*

This bill will generate a significant workload. In order to regulate sports betting the Office of Attorney General will need a minimum of 2 auditors (\$381,520), operating (\$70,140), and a new gaming system (\$725,000), a total of \$1,176,660 for the 2019-21 biennium. For the 2021-23 biennium the respective costs are salaries & wages (\$408,962) and operating (\$143,722) which includes a 10% system maintenance cost.

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