

FISCAL NOTE
Requested by Legislative Council
04/23/2019

Amendment to: Engrossed HB 1533

- 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	\$2,800,000	\$0	\$8,400,000	\$0	\$8,400,000	\$0
Expenditures	\$0	\$0	\$0	\$500,000	\$0	\$0
Appropriations	\$0	\$0	\$0	\$500,000	\$0	\$0

- 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	\$0	\$0	\$0
Cities	\$0	\$0	\$0
School Districts	\$0	\$0	\$0
Townships	\$0	\$0	\$0

- 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).*

As amended by the conference committee this bill provides for 3/4% of 1% gaming tax on electronic pull-tabs and provides for fund transfers.

- 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 2 sets a limit on the number of electronic pull-tab devices at a site to 10 through June 2021.

Section 3 establishes a 3/4 of 1% gaming tax on electronic pull-tabs and maintains the same gaming tax rates on other gaming types. It provides for transfers of \$31,250 each quarter to both the gambling disorder prevention and treatment fund administered by the Department of Human Services and the gaming tax allocation fund, which is distributed to cities and counties based on the amount of gaming taxes collected. The section also requires each city and county receiving the gaming tax allocation fund distributions to report to the Attorney General the total number of electronic pull-tab devices located at those sites.

This legislation has a sunset clause of June 30, 2021.

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.*

The difference in estimated general fund revenues for the 2017-19 biennium is an additional \$2.8 million from the original revenue estimate.

For the 2019-21 biennium the additional estimated general fund revenue is \$8.4 million above the original revenue estimate. Of this amount a total of \$500,000 will be transferred to the gambling disorder prevention and treatment fund and the gaming tax allocation fund - 50% to each 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.*

Both the gambling disorder prevention and treatment fund and the gaming tax allocation fund will receive \$250,000 each for the 2019-21 biennium.

- 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.*

Both the gambling disorder prevention and treatment fund and the gaming tax allocation fund will receive \$250,000 each for the 2019-21 biennium.

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