

**FISCAL NOTE**  
**Requested by Legislative Council**  
**01/14/2019**

Amendment to: HB 1439

- 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						
Expenditures						
Appropriations						

- 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).*

HB 1439 expands the oil extraction tax exemption for incremental production from a tertiary recovery project utilizing injected carbon dioxide produced from coal.

- 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.*

HB 1439 creates an oil extraction tax exemption for incremental production from a tertiary recovery project that utilizes carbon dioxide from coal in a qualified project that has been certified by the industrial commission. The exemption is for twenty years for a project located outside the Bakken and Three Forks formations and ten years for a project located within the Bakken or Three Forks formations.

Because five- and ten-year tertiary recovery exemptions exist in current law, the provisions of HB 1439, which expand the period of exemption to ten and twenty years, would occur outside the biennium. There is no fiscal impact in the 2019-21 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

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