

FISCAL NOTE
Requested by Legislative Council
02/18/2021

Amendment to: Engrossed HB 1234

- 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.*

	2019-2021 Biennium		2021-2023 Biennium		2023-2025 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.*

	2019-2021 Biennium	2021-2023 Biennium	2023-2025 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 1234 provides authorization of sports betting as a game of chance. This amendment provides regulation of sports wagering, provides for a legislative management study, and a contingent effective date.

- 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.*

There is no fiscal impact for the 2021-23 biennium. This bill has an effective date of August 1, 2023 if the House Concurrent Resolution 3032 is adopted and approved by the voters. The Attorney General Office estimates this bill will increase revenues and expenditures/appropriations but can not determine the financial impact of this bill for 2023-25 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.*

There is no fiscal impact for the 2021-23 biennium. The Attorney General Office estimates this bill will increase revenues for the 2023-25 biennium however it unable to provide a reasonable estimate.

- 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.*

There is no fiscal impact for the 2021-23 biennium. For the 2023-25 biennium, this bill will generate a significant increase in workload. We anticipate adding a new division to handle internet gaming. This would include a new division director, administrative assistant, estimated 5 regulatory and/or audit staff, and operating. The operating would need to include a service provider and site operators. At this time, we don't have a good estimate on the total operating expenses needed.

- 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.*

There is no fiscal impact for the 2021-23 biennium. The fiscal impact for 2023-25 biennium can't be measured at this time.

Name: Tasha Gerding

Agency: Office of Attorney General

Telephone: 17013285506

Date Prepared: 02/19/2021