

FISCAL NOTE

(Return original and 10 copies)

Bill/Resolution No.: SB 2124 Amendment to:

Requested by Legislative Council Date of Request: 12-28-94

- 1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, and cities.

Narrative:

See Attached

- 2. State fiscal effect in dollar amounts:

Table with 3 columns for Biennium (1993-95, 1995-97, 1997-99) and 2 rows for Revenues and Expenditures, each with sub-columns for General Fund and Special Funds.

- 3. What, if any, is the effect of this measure on the appropriation for your agency or department:

- a. For rest of 1993-95 biennium: None
b. For the 1995-97 biennium: None
c. For the 1997-99 biennium: None

- 4. County and City fiscal effect in dollar amounts:

Table with 3 columns for Biennium (1993-95, 1995-97, 1997-99) and 2 rows for Counties and Cities, each with sub-columns for Counties and Cities.

If additional space is needed, attach a supplemental sheet.

Date Prepared: 1/3/95

Signed [Signature]

Typed Name Robert J. Olheiser

Department State Land Department

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COMMISSIONER

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**FISCAL NOTE SB 2124**

***NARRATIVE***

Section 1 of SB 2124 gives the Board of University and School Lands an additional option for distributing income from the Common Schools Trust. Currently, income in excess of the previous year's distribution is either added to the permanent trust or distributed. The bill allows a third option which would be to place funds in a retention account for distribution at a later date. There is no immediate fiscal impact from this bill, however the future fiscal impact to school districts would be to stabilize and allow a controlled growth of revenue to schools from the Common Schools Trust.

Section 2 of this bill will change investment consulting fees from being subject to biennial appropriation to being part of our continuing appropriation for investments. The fees will still be paid out of trust revenues, thus, no fiscal impact.

Sections 3, 4, and 5 of the bill removes the Board of University and School Lands from the administrative process by which applications for school construction loans are reviewed and approved. The Coal Severance Trust (which is managed by the Board) will continue to be the funding source for these loans, however, the process for approving the loans does not need to include the Board. No fiscal impact from these sections will be realized.