

FISCAL NOTE

(Return original and 10 copies)

Bill/Resolution No.: SB2250 Amendment to: _____

Requested by Legislative Council Date of Request: 1-18-99

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

Narrative:

This bill requires 90% of the funds from the tobacco litigation settlement agreement to be deposited into a health care programs trust fund. The state health council will administer this fund. The state treasurer will invest the funds as designated by the state health council and the earnings will be deposited in the trust fund. The remaining 10% of the tobacco settlement funds will be appropriated to the State Department of Health to administer a prevention and educational tobacco program. There will be no additional FTE's added to the State Department of Health. Funds will be granted to local communities to provide direct services.

See attached for projection of revenue from tobacco settlement.

2. **State** fiscal effect in dollar amounts:

	1997-99 Biennium		1999-2001 Biennium		2001-03 Biennium	
	General Fund	Special Funds	General Fund	Special Funds	General Fund	Special Funds
Revenues:		NA		57.6 million est		61.1 million est.
Expenditures:		NA		Unknown		Unknown

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

- a. For rest of 1997-99 biennium: NA
- b. For the 1999-2001 biennium: 5.8 million
- c. For the 2001-03 biennium: 6.1 million

4. **County, City, and School District** fiscal effect in dollar amounts:

1997-99 Biennium			1999-2001 Biennium			2001-03 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
		Unknown			Unknown			Unknown

If additional space is needed, attach a supplemental sheet.

Signed 

Typed Name Robert A. Barnett

Date Prepared: 1-25-99

Department State Department of Health

Phone Number 328-2392

Fiscal Note HB 2250
Tobacco Settlement Funds

The Master Settlement Agreement (signed in November) contemplates the following payments to ND:

- 1998 ~ \$8,784,331
- 1999 ~ \$0
- 2000 ~ \$23,467,889
- 2001 ~ \$25,341,550
- 2002 ~ \$30,427,805
- 2003 ~ \$30,715,772
- 2004 - 2007 ~ \$25,635,606
- 2008 - 2017 ~ \$26,144,365
- 2009 - 2025 ~ \$29,295,744

During the 1999 - 2001 biennium, payments totaling \$57.6 million should be paid into an escrow account and should be available to ND (according to Laurie Loveland).

- On or before 6/30/00 ~ three payments totaling \$32.2 million
- On or before 1/10/01 ~ one payment totaling \$9.3 million
- On or before 4/15/01 ~ one payment totaling \$16.1 million