

FISCAL NOTE
Requested by Legislative Council
02/06/2019

Amendment to: SB 2249

- 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 | | | | \$6,000,000 | | |
| Appropriations | | | | \$6,000,000 | | |

- 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).*

Engrossed Senate Bill 2249 creates the state energy research center, defines the purpose and duties of the center, and creates NDCC 57-51.1-07.9 to allocate \$6M per biennium to the center from the state share of oil & gas revenues.

- 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 of Engrossed SB 2249 creates NDCC 57-51.1-07.9 by adding the state energy research center fund as a special fund and requiring monthly deposits into the fund of 2% of oil and gas gross production tax and oil extraction tax revenues prior to depositing in the remaining state general fund share buckets. With a biennial cap of \$6M.

Based on the Legislative estimates for oil and gas tax revenues for the 2019-2021 biennium, this allocation of \$6M to the state energy research center fund would ultimately reduce the allocations made to the strategic investment and improvements fund (SIIF) by this same \$6M.

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.*

Engrossed Senate Bill 2249 will increase special fund revenues for the state energy research center fund by \$6M and reduce special fund revenues for SIIF by the same.

- 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.*

Section 2 of the bill authorizes the state energy research center to expend the money deposited in the state energy research center fund in accordance with NDCC 15-11-40 as created in section 1 of the bill.

- 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.*

Section 2 of Engrossed SB 2249 appropriates all money deposited into the state energy research center fund to the state energy research center to be used in accordance with the section of century code defined in section 1 of the bill. As stated above, this is estimated to be \$6M for the '19-'21 biennium.

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