

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

Bill/Resolution No.: HB 1443

- 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 1443 authorizes pari-mutuel wagering on historic horse racing to be regulated by the Racing Commission and provides a tax on wagering remitted to the State and Commission administered continuing appropriation funds.

- 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.*

NDCC 53-06.2-04, 53-06.2-05, 53-06.2-06, 53-06.2-08, 53-06.2-10.1, 53-06.2-10.2

These sections of the measure provide for the legal parameters under which pari-mutuel historic horse racing may be conducted and that the Racing Commission shall license and regulate entities conducting this wagering pursuant to the existing certificate system and charitable gaming requirements. As the North Dakota Racing Commission has not conducted pari-mutuel historic horse racing previously, anticipated revenues and expenditures are undeterminable at this time. Currently the number of location sites, site operators and statewide total machine numbers are unknown making revenue assessments, expenditures and appropriations undeterminable.

NDCC 53-06.2-11

This section of the measure provides for a tax on pari-mutuel historic horse racing to be remitted to the State as well as the three continuing appropriation funds administered by the Racing Commission (Promotion, Purse, Breeders' Funds). For the same reasons stated previously, anticipated revenue is undeterminable.

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.*

For the same reasons stated above revenues are undeterminable at this time.

- 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.*

For the same reasons stated above expenditures are undeterminable at this time.

- 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.*

For the same reasons stated above appropriations are undeterminable at this time.

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