

**FISCAL NOTE**  
**HOUSE BILL NO. 1130**  
**LC# 25.0319.01000**  
**01/10/2025**

**1 - 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.*

	2023-2025 Biennium		2025-2027 Biennium		2027-2029 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
<b>Revenues</b>						
<b>Expenditures</b>			\$48,341,253		\$48,341,253	
<b>Appropriations</b>						

**2 - County, City, School District, and Township Fiscal Effect**

*Identify the fiscal effect on the appropriate political subdivision.*

	2023-2025 Biennium	2025-2027 Biennium	2027-2029 Biennium
<b>Counties</b>			
<b>Cities</b>			
<b>School Districts</b>			
<b>Townships</b>			

**3 - 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 1130 gives school districts an alternative method to calculate the in lieu of property tax contribution in the Foundation Aid Formula.

## **4 - Fiscal Impact Sections Detail**

*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.*

HB 1130 gives school districts the option to use a percentage of the in lieu of property tax revenue divided by the in lieu of property tax revenue plus the contribution from property tax in the funding formula or use the current calculation of the school districts sinking and interest levy divided by the school districts total mill levy. The fiscal impact uses the projected in lieu of property tax revenue and the projected contribution from property tax revenue into the next biennium. The project of the 2027-29 biennium uses a consistent growth between in lieu of property taxes and contribution from property tax. The fiscal note assumes a 60-mill general fund contribution.

## **5 - Revenues Detail**

*For information shown under state fiscal effect in 1 or 2, please explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

## **6 - Expenditures Detail**

*For information shown under state fiscal effect in 1 or 2, please explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

132 school districts would benefit from using the new calculation option by having less of their in lieu of property tax revenue included in the funding formula, while 36 school districts would continue to use the current calculation using their sinking and interest levies. In lieu of property taxes include tuition, oil and gas revenue, coal revenue, electric generation, telecommunications, and others.

## **7 - Appropriations Detail**

*For information shown under state fiscal effect in 1 or 2, please 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.*

## **Contact Information**

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