FISCAL NOTE
HOUSE BILL NO. 1234
LC# 25.0432.01000
01/20/2025
Revised - 01/17/2025

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
Revenues			$(166,000,000)	$166,000,000	$(178,100,000)	$178,100,000
Expenditures						
Appropriations						

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
Counties			
Cities			
School Districts			
Townships			

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 1234 reallocates revenue from the charitable gaming operating fund and from state sales tax collections received from a seller that is registered through the streamlined sales tax central registration system to the public employees retirement system main plan.

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.

Section 1 will modify the distribution of the certified amount from the charitable gaming operating fund from the general fund to the public employees retirement system main plan. Section 3 allocates the sales tax collections received from a seller registered through the streamlined sales tax central registration system from the general fund to the public employees retirement system main plan.

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.

If enacted, sections 1 and 3 will modify the distribution of revenue from the state general fund to the public employees retirement system main plan. The total state sales tax collections received from a seller registered through the streamlined sales tax central registration system is estimated to create a decrease of $121 million and $133.1 million in the general fund in 2025-2027 and 2027-2029, respectively, using and estimated 10% increase in state tax reported by these sellers. Information received from the Office of Attorney General indicates that there will be an expected decrease in general fund revenue of $45 million per biennium.

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.

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.

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