

FISCAL NOTE
SENATE BILL NO. 2372
LC# 25.1346.01000
01/30/2025

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				\$85,860,136		
Expenditures				\$33,056,152		
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		\$15,644,732	
Cities		\$8,825,406	
School Districts			
Townships		\$8,586,014	

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).

SB 2372 amends language regarding the Legacy Earnings Fund allocations and increases the distribution from the Legacy Fund to the Legacy Earnings Fund from 7% to 8%. The bill adjusts the chapters related to the Legacy Earnings fund in the North Dakota Century Code and removes it from 21-10-13 .

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.

SB 2372, Section 3, subsection 1 increases the distribution from the Legacy Fund to the Legacy Earnings Fund from 7% to 8% of the 5 year average. This would increase the revenues to the Legacy Earnings Fund. Subsection 2 allocates 7/8th of the Legacy Earnings Fund to the Legacy Sinking & Interest Fund (as needed up to \$102,624,000), \$225 M to General Fund (GF), \$100 M to Legacy Earnings Highway Distribution Fund and the remaining to be split

50/50 between GF and Strategic Investment and Improvements Fund (SIIF).

Subsection 3, adds a new allocation of the remaining 1/8th (the additional 1% from subsection 1) from the Legacy Earnings Fund to the Legacy Earnings Highway Distribution fund to further be allocated as stated in NDCC 24-27-19.3.

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.

As stated above in the fiscal impact section, the revenues of the special funds will increase by \$85,860,136 due to adjusting the percentage from 7% to 8% for the amount to be distributed from the Legacy Fund to the Legacy Earnings Fund to further be allocated to the Legacy Earnings Highway Distribution Fund.

Section 3, Subsection 2 which allocates 7/8th of the Legacy Earnings fund would have no fiscal impact as it allocates dollars with the same effect as currently stated in century code.

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.

As stated above in the fiscal impact section, SB 2372, section 3, subsection 3, adds a new allocation of the remaining 1/8th from the Legacy Earnings Fund to the Legacy Earnings Highway Distribution fund to further be allocated as stated in NDCC 54-27-19.3. NDCC 24-27-19.3 allocates dollars to the State Highway Fund (60%), Legacy Earnings Township Highway Aid Fund (10%), Public Transportation Fund (1.5%) and requires a distribution to county and cities to be used for roadways (28.50%). The additional distributions increase expenditures for a total of \$33,056,152.

The Legacy Earnings Township Highway Aid Fund (10%) increases expenditures to the townships in non-oil counties by \$8,586,014 as guided by NDCC 54-27-19.4.

The Legacy Earnings Highway Distribution Fund amount distributed to cities and counties (28.50%) increases expenditures by \$24,470,138 with roughly \$15,644,732 going to counties and \$8,825,406 going to cities.

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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