

FISCAL NOTE
Requested by Legislative Council
04/25/2013

Amendment to: SB 2233

- 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.*

	2011-2013 Biennium		2013-2015 Biennium		2015-2017 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$150,000		\$150,000
Expenditures						
Appropriations						

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2011-2013 Biennium	2013-2015 Biennium	2015-2017 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).*

SB 2233 provides a declaration of water policy and goals and objectives. It also restructures the funding model for the Western Area Water Supply project.

- 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 11 establishes an infrastructure revolving loan fund within the Resources Trust fund; Section 19 provides \$150,000 per biennium to the Industrial Commission; Section 19 also creates a potential revenue stream for the Resources Trust Fund after all State backed debt is paid off; Section 22 obligates the State Water Commission to request funding to repay principal and interest on Western Area Water Supply projects Bank of North Dakota loans if they are unable to make their payments.

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.*

The infrastructure revolving loan fund established in Section 11 would earmark an estimated \$16.45 million within the resources trust fund in the 2013-2015 biennium for infrastructure loans. It would also earmark 10 percent of all future oil extraction revenues deposited in the resources trust fund for infrastructure loans. Using the estimated 2013-2015 biennium revenues and applying them to the 2015-2017 biennium would generate an additional \$54.69 million in the 2015-2017 biennium. Although the re-allocation of these funds within the resources trust fund does not increase or decrease the fund, it does require that a portion of the fund be used for infrastructure loans. Section 19 provides \$150,000 per biennium to the Industrial Commission for one additional FTE. Section 19 also creates a potential revenue stream for the Resources Trust Fund after all State backed debt is paid off. This is not likely to occur in either the 2013-2015 or 2015-2017 biennium.

- 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.*
- 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 is also included in the executive budget or relates to a continuing appropriation.*

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