

FISCAL NOTE
HOUSE BILL NO. 1452
LC# 23.0904.01000
01/26/2023

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.

| | 2021-2023 Biennium | | 2023-2025 Biennium | | 2025-2027 Biennium | |
|----------------|--------------------|-------------|--------------------|-------------|--------------------|-------------|
| | General Fund | Other Funds | General Fund | Other Funds | General Fund | Other Funds |
| Revenues | | | | | | |
| Expenditures | | | | | | |
| Appropriations | | | | | | |

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

Identify the fiscal effect on the appropriate political subdivision.

| | 2021-2023 Biennium | 2023-2025 Biennium | 2025-2027 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 1452 will impose a foreign influence tax and create a foreign influence tax fund.

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 1452 will create a new foreign influence tax that imposes a 90% rate upon all monetary contributions from a nonresident person to support or oppose an initiated measure in this state. Collections from this tax must be deposited into the foreign influence tax fund. Pursuant to legislative appropriation, 50% of the moneys in the fund is available for programs to support veterans, and 50% of the moneys in the fund are available to support school lunch programs.

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, HB 1452 could create an increase in the foreign influence tax fund.

In conferring with the Secretary of State, only contribution amounts over \$100 will contain an address. This means that only contributions over \$100 could be verified as a nonresident contribution. It is also noteworthy that the final 2022 year-end submissions are not due until 01/31/2023. As of 01/26/2023, the total amount of monetary contributions from a nonresident person to support or oppose an initiated measure in this state during the 2022 calendar year was \$557,254. Multiplying this amount by the 90% rate gives a 2022 estimated revenue amount of \$501,529.

The actual increase in revenue is dependent on the amount of monetary contributions from a nonresident person to support or oppose an initiated tax measure in this state. Since this amount is unknown, the Office of State Tax Commissioner is unable to provide a reliable estimate for this revenue increase amount.

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.

Contact Information

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