

FISCAL NOTE
SENATE BILL NO. 2281
LC# 23.0926.04000
04/10/2023

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			\$(337,000)	\$498,300		
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).

As amended, this bill increases gaming licensing fees and provides for deposit of a portion of these increases into a charitable gaming technology 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.

As amended: Section 1 provides for increases in the annual license fee for charitable organizations and provides for a deposit of \$25 per license to the charitable gaming technology fund.

Section 2 creates the charitable gaming technology fund. Moneys in the fund are appropriated to the attorney general on a continuing basis and may be used only for contracting for and purchasing equipment and software for

a charitable gaming technology system, training employees to operate the system, and maintaining and updating the system.

Section 3 provides increases in the annual license fee for manufacturers and distributors of gaming devices and systems and provides for a deposit of \$1,500 per manufacturer license and \$500 per distributor license to the charitable gaming technology fund. The section also provides for an increase in the annual license fee for manufacturers of electronic pull tab devices.

Section 4 provides for a one-time transfer of \$400,000 from the charitable gaming operating fund to the charitable gaming technology fund.

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.

Section 1. the increase in annual license fees for charitable organizations is estimated to generate an additional \$35,300 per biennium

706 annual licenses X \$25 X 2 = 35,300. The transfer to the charitable gaming technology fund would total \$35,300 which

would reduce the additional income going to the general fund to zero.

Section 3. the increase in annual license fees for manufacturers and distributors is estimated to generate an additional \$45,000 per biennium

manufacturer: 8 annual licenses X \$1,500 X 2 = 24,000. The transfer to the charitable gaming technology fund would be \$24,000 which would reduce the additional income going to the general fund to zero.

manufacturers of electronic pull tab devices: 7 annual licenses X 10,000 x 2 = 84,000. The transfer to the charitable gaming technology fund would be 21,000 and the transfer to the general fund would be 63,000.

distributors: 18 licenses X \$500 X 2 = 18,000. The transfer to the charitable gaming technology fund would be \$18,000 which would reduce the additional income going to the general fund to zero.

Section 4. the transfer from the charitable gaming operating fund to the charitable gaming technology fund would reduce the general fund transfer at the end of the biennium by \$400,000.

The amount shown in the special fund revenue column is the amount that would be deposited into the charitable gaming technology fund.

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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