

FISCAL NOTE

Bill #: SB0280

Title: Revise aviation fuel tax and aeronautics loan and grant funding

Primary Sponsor: Walter McNutt

Status: As Introduced

Sponsor signature Date

Chuck Swysgood, Budget Director Date

Fiscal Summary

	<u>FY2002 Difference</u>	<u>FY2003 Difference</u>
Expenditures:		
State Special Revenue	150,000	150,000
Revenue:		
State Special Revenue	150,000	150,000
Net Impact on General Fund Balance:	\$0	\$0

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached		X	Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

1. A one cent per gallon aviation fuel tax dedicated to airport development loans sunsetted January 1, 2001. At that time the tax on aviation fuel went from 4 cents per gallon to 3 cents per gallon.
2. This bill would reinstate the tax to 4 cents per gallon. The one cent would fund airport development grants to airports in Montana.
3. Revenue collections will remain at the FY 2000 level of \$151,802.

FISCAL IMPACT:

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
<u>Expenditures:</u>		
Grants	\$150,000	\$150,000
<u>Funding:</u>		
State Special Revenue (02)	\$150,000	\$150,000
<u>Revenues:</u>		
State Special Revenue (02)	\$150,000	\$150,000
<u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>		
State Special Revenue (02)	\$0	\$0

EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:

Local governments will be eligible to apply for an additional \$150,000 available in grant funds each fiscal year to assist with airport development and/or maintenance items and projects. In securing a federal airport improvement project a community must contribute 10% of the project cost. These funds will assist in leveraging additional federal dollars for airports.