



**Fiscal Note Request SB0333, As Introduced**

(continued)

**Office of the Commissioner of Higher Education**

6. Section 1 sets aside 20% of the proceeds from the oil and gas production tax as provided in 15-36-324 for public postsecondary education. 20% of anticipated revenue would be \$46,518 in FY 2004 and \$47,317 in FY 2005.

**Office of Public Instruction**

7. SB 333 establishes a Montana education special revenue account in the state special revenue fund. Effective July 1, 2003, a portion of the proceeds from the oil and gas production tax would be deposited in the Montana education account.
8. Eighty percent of the funds deposited into the Montana education account must be appropriated for K-12 public education, 80% of anticipated revenue would be \$186,071 in FY 2004 and \$189,269 in FY 2005. Of this, 5% must be appropriated to OPI for distribution to schools for gifted and talented education programs.
9. With no additional cost or requirements, no expenditure was assumed in K-12 or higher education.

FISCAL IMPACT:

	<u>FY 2004</u> <u>Difference</u>	<u>FY 2005</u> <u>Difference</u>
<u>Revenues:</u>		
General Fund (01)	(\$232,589)	(\$236,586)
State Special Revenue (02)		
Montana education fund	\$232,589	\$236,586
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
General Fund (01)	(\$232,589)	(\$236,586)
State Special Revenue (02)		
Montana education fund	\$232,589	\$236,586

TECHNICAL NOTES:

1. In order to spend the state special revenue, an appropriation is needed.
2. With the exception of the amount allocated for gifted and talented programs, SB 333 does not identify the mechanism that would be used to distribute the monies allocated for K-12 public education.