



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2009 Biennium

**Bill #** HB0461

**Title:** Cigarette fire safety standards

**Primary Sponsor:** Ebinger, Bob

**Status:** As Introduced

- |   |  |   |
|---|--|---|
| <input type="checkbox"/> Significant Local Gov Impact     | <input checked="" type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns                         |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts           | <input checked="" type="checkbox"/> Dedicated Revenue Form Attached |

### FISCAL SUMMARY

	<u>FY 2008 Difference</u>	<u>FY 2009 Difference</u>	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>
<b>Expenditures:</b>				
General Fund	(\$66,000)	(\$66,000)	(\$66,000)	(\$66,000)
State Special Revenue	\$66,000	\$66,000	\$66,000	\$66,000
<b>Revenue:</b>				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$66,000	\$66,000	\$66,000	\$66,000
<b>Net Impact-General Fund Balance</b>	<u>\$66,000</u>	<u>\$66,000</u>	<u>\$66,000</u>	<u>\$66,000</u>

#### Description of Fiscal Impact:

This bill requires the Department of Justice to collect a \$250 fee and a certification report from cigarette manufacturers. These funds would be used to offset general fund expenditures in the Fire Marshal program within the Department of Justice.

### FISCAL ANALYSIS

#### Assumptions:

##### **Department of Justice – Division of Criminal Investigation (DCI)**

1. Division of Criminal Investigation assumes that approximately \$66,000 revenue would be generated from manufacturer fees noted in this bill. These revenues are derived as follows; there are listed 264 brands of cigarettes eligible to be sold in Montana, bill requires manufacturers to pay the Fire Marshal \$250 for each brand name certified (\$250 x 264 brands = \$66,000).
2. DCI assumes that all revenue received would be spent on the program using existing division resources.

3. DCI assumes that general fund expenditures would be reduced in the fire marshal program up to the amount of revenue received from the program.

	<b><u>FY 2008</u></b> <b><u>Difference</u></b>	<b><u>FY 2009</u></b> <b><u>Difference</u></b>	<b><u>FY 2010</u></b> <b><u>Difference</u></b>	<b><u>FY 2011</u></b> <b><u>Difference</u></b>
<b><u>Fiscal Impact:</u></b>				
<b><u>Expenditures:</u></b>				
Personal Services	\$0	\$0	\$0	\$0
Operating Expenses	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b>TOTAL Expenditures</b>	<b><u><u>\$0</u></u></b>	<b><u><u>\$0</u></u></b>	<b><u><u>\$0</u></u></b>	<b><u><u>\$0</u></u></b>
<b><u>Funding of Expenditures:</u></b>				
General Fund (01)	(\$66,000)	(\$66,000)	(\$66,000)	(\$66,000)
State Special Revenue (02)	<u>\$66,000</u>	<u>\$66,000</u>	<u>\$66,000</u>	<u>\$66,000</u>
<b>TOTAL Funding of Exp.</b>	<b><u><u>\$0</u></u></b>	<b><u><u>\$0</u></u></b>	<b><u><u>\$0</u></u></b>	<b><u><u>\$0</u></u></b>
<b><u>Revenues:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$66,000	\$66,000	\$66,000	\$66,000
Federal Special Revenue (03)	\$0	\$0	\$0	\$0
Other	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b>TOTAL Revenues</b>	<b><u><u>\$66,000</u></u></b>	<b><u><u>\$66,000</u></u></b>	<b><u><u>\$66,000</u></u></b>	<b><u><u>\$66,000</u></u></b>
<b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u></b>				
General Fund (01)	\$66,000	\$66,000	\$66,000	\$66,000
State Special Revenue (02)	\$0	\$0	\$0	\$0

\_\_\_\_\_  
*Sponsor's Initials*

\_\_\_\_\_  
*Date*

\_\_\_\_\_  
*Budget Director's Initials*

\_\_\_\_\_  
*Date*