



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2015 Biennium

Bill # HB0372

Title: Deposit lottery revenues in quality school facility and technology account

Primary Sponsor: Hollandsworth, Roy

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 checked="" type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2014 Difference</u>	<u>FY 2015 Difference</u>	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Revenue:				
General Fund	(\$14,897,085)	(\$15,692,382)	(\$16,243,653)	(\$16,747,269)
State Special Revenue	\$14,897,085	\$15,692,382	\$16,243,653	\$16,747,269
Net Impact-General Fund Balance:	<u>(\$14,897,085)</u>	<u>(\$15,692,382)</u>	<u>(\$16,243,653)</u>	<u>(\$16,747,269)</u>

Description of fiscal impact: HB 372 redirects the net lottery revenue from the general fund to the School Facility and Technology Account in the state special revenue fund.

FISCAL ANALYSIS

Assumptions:

1. Net lottery proceeds are currently deposited into the state general fund. The estimated lottery revenue is \$14.9 million for FY 2014 and \$15.7 million for FY 2015.
2. Under HB 372, the lottery revenues would be deposited into the state special revenue School Facility and Technology Account established in 20-9-516, MCA, and administered by the Quality Schools Grant Program in the Department of Commerce. This change is effective July 1, 2013.
3. The School Facility and Technology Account is used to provide grants for the Quality Schools Grant Program to K-12 school districts in Montana for major deferred maintenance, improve energy efficiency in school facilities, critical infrastructure in school districts, emergency facility needs, and technological

improvements. This fund is also used to fund the state reimbursement for school facilities as provided in 20-9-371, MCA.

- The appropriation in the Executive Budget for state reimbursements for school facilities is \$8.586 million annually to be paid from the school facility and technology account. The Quality School Facility Grant Program contains a request for \$12.269 million for the 2015 biennium. The results of HB 372 would be ongoing funding for these purposes.

	<u>FY 2014</u>	<u>FY 2015</u>	<u>FY 2016</u>	<u>FY 2017</u>
	<u>Difference</u>	<u>Difference</u>	<u>Difference</u>	<u>Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Transfers	\$0	\$0	\$0	\$0
TOTAL Expenditures	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
TOTAL Funding of Exp.	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Revenues:</u>				
General Fund (01)	(\$14,897,085)	(\$15,692,382)	(\$16,243,653)	(\$16,747,269)
State Special Revenue (02)	\$14,897,085	\$15,692,382	\$16,243,653	\$16,747,269
TOTAL Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	(\$14,897,085)	(\$15,692,382)	(\$16,243,653)	(\$16,747,269)
State Special Revenue (02)	\$14,897,085	\$15,692,382	\$16,243,653	\$16,747,269

Sponsor's Initials

Date

Budget Director's Initials

Date