



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2021 Biennium

Bill # SB0183

Title: Authorize the board of horseracing to conduct historical horseracing.

Primary Sponsor: Blasdel, Mark

Status: As Amended in Senate Committee

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2020 Difference</u>	<u>FY 2021 Difference</u>	<u>FY 2022 Difference</u>	<u>FY 2023 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$5,000	\$5,000	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: SB 183 grants the Board of Horse Racing's (BOHR) authority to implement, administer, and enforce wagering on pari-mutuel historical horseracing. SB 183 has an immediate effective date and a termination date of June 30, 2021.

FISCAL ANALYSIS

Assumptions:

Department of Commerce (DOC)

- SB 183 authorizes the BOHR to allow pari-mutuel betting through historical horseraces. The BOHR will conduct public hearings and work closely with the Economic Affairs Interim Committee to develop administrative rules and proposed legislation. The BOHR will incur costs in FY 2020 and FY 2021 at an estimated cost of \$5,000 per year.
- SB 183 terminates June 30, 2021. Proposed legislation may be presented to a future legislature for implementation. If such additional legislation were implemented, revenue would be received to be invested in the horseracing industry in Montana.

	<u>FY 2020</u> <u>Difference</u>	<u>FY 2021</u> <u>Difference</u>	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Operating Expenses	\$5,000	\$5,000	\$0	\$0
TOTAL Expenditures	\$5,000	\$5,000	\$0	\$0
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$5,000	\$5,000	\$0	\$0
TOTAL Funding of Exp.	\$5,000	\$5,000	\$0	\$0
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
TOTAL Revenues	\$0	\$0	\$0	\$0
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	(\$5,000)	(\$5,000)	\$0	\$0

Technical Notes:

Department of Justice (DOJ)

1. It is uncertain what Gambling Control Division resources will be needed if the BOHR has a Memorandum of Understanding with DOJ to coordinate and enforce regulation of historical horse racing machines.
2. It is uncertain what the revenue impact will be to the general fund from impacts to currently regulated video gambling machines.

NO SPONSOR SIGNATURE

Sponsor's Initials

Date

Budget Director's Initials

Date

TL

2/23/19