



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2023 Biennium

Bill # HB0656

Title: Providing appropriations related to law enforcement within Flathead Reservation

Primary Sponsor: Read, Joe

Status: As Introduced

- 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 2022 Difference</u>	<u>FY 2023 Difference</u>	<u>FY 2024 Difference</u>	<u>FY 2025 Difference</u>
Expenditures:				
General Fund	\$2,191,621	\$2,191,621	\$2,224,495	\$2,257,863
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>(\$2,191,621)</u>	<u>(\$2,191,621)</u>	<u>(\$2,224,495)</u>	<u>(\$2,257,863)</u>

Description of fiscal impact: Provides for an appropriation of \$2,191,621 each fiscal year from the general fund on an ongoing basis to the Department of Justice for reimbursement to Lake County.

FISCAL ANALYSIS

Assumptions:

Department of Justice (DOJ)

- The bill contains a general fund appropriation of \$2,191,621 each year of the 2023 biennium to DOJ for the reimbursement of criminal jurisdiction over the Flathead Indian reservation in Lake County.
- The bill includes language that the appropriation will become a part of the ongoing base budget starting in the 2025 biennium.
- Section 1 of the bill states that the annual reimbursement must be adjusted each year based on the consumer price index. For purposes of this fiscal note, FY 2024 and FY 2025 were each inflated by 1.5%.
- DOJ has no other associated costs.

	<u>FY 2022 Difference</u>	<u>FY 2023 Difference</u>	<u>FY 2024 Difference</u>	<u>FY 2025 Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Local Assistance	\$2,191,621	\$2,191,621	\$2,224,495	\$2,257,863
TOTAL Expenditures	<u>\$2,191,621</u>	<u>\$2,191,621</u>	<u>\$2,224,495</u>	<u>\$2,257,863</u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$2,191,621	\$2,191,621	\$2,224,495	\$2,257,863
TOTAL Funding of Exp.	<u>\$2,191,621</u>	<u>\$2,191,621</u>	<u>\$2,224,495</u>	<u>\$2,257,863</u>
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
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)	(\$2,191,621)	(\$2,191,621)	(\$2,224,495)	(\$2,257,863)

Technical Issues:

1. The appropriations provided for FY 2022 and FY 2023 are for the same amount each year. However, section 1 of the bill indicates that the reimbursement must be adjusted each year for the consumer price index. It is unclear if this adjustment should begin with the FY 2023 payment or the FY 2024 payment.




 Sponsor's Initials

 Date



 Budget Director's Initials



 Date