



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2023 Biennium

Bill # HB0688

Title: Interim study of winemaking regulations

Primary Sponsor: Kassmier, Joshua

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	\$15,000	\$10,000	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>(\$15,000)</u>	<u>(\$10,000)</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 688 provides for a committee to study the issues of production and regulation of wine, winemaking, grape-growing, and use of the byproducts. The fiscal impact for the 2023 biennium is \$25,000.

FISCAL ANALYSIS

Assumptions:

1. HB 688 provides for a committee on Montana viticulture including four legislative members.
2. For the purposes of this fiscal note, it is assumed that the four legislative members will be compensated pursuant to 5-2-302, MCA.
3. HB 688 has an effective date of July 1, 2021 and a termination date of December 31, 2022.
4. It is assumed that there will be six one-day meetings and two two-day meetings in Helena.
5. Due to the cyclical nature of the legislative interim, 60% of the appropriation is anticipated to be spent in FY 2022 and 40% in FY 2023.
6. The fiscal impact is broken down as follows:
 - a. Personal Services: \$3,689 (FY 2022) and \$2,460 (FY 2023)
 - b. Operating Costs (travel): \$6,963 (FY 2022) and \$4,642 (FY 2023)
 - c. Operating Costs (secretary, remote meeting coordinator, other support): \$4,348 (FY 2022) and \$2,898 (FY 2023)

7. HB 688 provides a \$25,000 appropriation.
8. It is unknown how many bills are seeking to add to the duties of the Legislative Services Division. The fiscal note of each bill is prepared based on the effect of each individual bill. However, when viewed as a package, the cumulative effect of passage of more than one bill would require additional analysis and may require additional resources. The division may not be able to absorb the research, legal, secretarial, and other support duties required to support this committee.

	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
FTE	0.00	0.00	0.00	0.00
<u>Expenditures:</u>				
Personal Services	\$3,689	\$2,460	\$0	\$0
Operating Expenses	\$11,311	\$7,540	\$0	\$0
TOTAL Expenditures	<u>\$15,000</u>	<u>\$10,000</u>	<u>\$0</u>	<u>\$0</u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$15,000	\$10,000	\$0	\$0
TOTAL Funding of Exp.	<u>\$15,000</u>	<u>\$10,000</u>	<u>\$0</u>	<u>\$0</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)	(\$15,000)	(\$10,000)	\$0	\$0

Technical Notes:

1. HB 668 does not specify the following:
 - a. If members get paid for serving on the committees
 - b. How a presiding officer is selected
 - c. How vacancies are handled
2. HB 668 does not have a contingent voidness clause required pursuant to rule.

<u>JK</u>	<u>4-12-21</u>	<u>KA</u>	<u>4-12-21</u>
Sponsor's Initials	Date	Budget Director's Initials	Date