



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2023 Biennium

Bill # SB0333

Title: Generally revise drug and human trafficking laws

Primary Sponsor: Molnar, Brad

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 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>
Expenditures:				
General Fund	\$4,668,500	\$4,668,500	\$4,668,500	\$4,668,500
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>(\$4,668,500)</u>	<u>(\$4,668,500)</u>	<u>(\$4,668,500)</u>	<u>(\$4,668,500)</u>

Description of fiscal impact: The bill includes new operating expenses for reward payouts of \$50,000 for informants of human trafficking activity or drug distribution convictions and signs to proclaim the rewards.

FISCAL ANALYSIS

Assumptions:

- The Department will need to install billboards at all Montana ports of entry for a total cost of \$216,000 annually. (\$900.00 billboard cost per month x 20 billboards x 12 months)
- The design and signage to be installed in airports, railway stations and bus depots will cost \$2,500 based on prior campaigns.
- It is expected that the reward structure will lead to an increased amount of informant information to be received related to drug and human trafficking offenses.
- The estimated payout for rewards to informants that lead to drug distribution convictions is \$3,750,000. (One third of distribution convictions in 2020 = 75 x \$50,000 reward amount)

5. The estimated payout for rewards to informants that lead to Human Trafficking convictions is \$700,000. (One third of Human Trafficking Cases in 2020 = 14) x \$50,000 reward amount

	<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>				
<u>Expenditures:</u>				
Personal Services	\$0	\$0	\$0	\$0
Operating Expenses	\$4,668,500	\$4,668,500	\$4,668,500	\$4,668,500
TOTAL Expenditures	<u>\$4,668,500</u>	<u>\$4,668,500</u>	<u>\$4,668,500</u>	<u>\$4,668,500</u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$4,668,500	\$4,668,500	\$4,668,500	\$4,668,500
TOTAL Funding of Exp.	<u>\$4,668,500</u>	<u>\$4,668,500</u>	<u>\$4,668,500</u>	<u>\$4,668,500</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)	(\$4,668,500)	(\$4,668,500)	(\$4,668,500)	(\$4,668,500)

NO SPONSOR SIGNATURE 3-22

Sponsor's Initials

Date

KA

Budget Director's Initials

3-18-21

Date