

FISCAL NOTE

Requested by Legislative Council
01/18/2005

Bill/Resolution No.: HB 1423

1A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

| | 2003-2005 Biennium | | 2005-2007 Biennium | | 2007-2009 Biennium | |
|-----------------------|--------------------|-------------|--------------------|-------------|--------------------|-------------|
| | General Fund | Other Funds | General Fund | Other Funds | General Fund | Other Funds |
| Revenues | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Expenditures | \$0 | \$0 | \$1,184,600 | \$0 | \$13,000 | \$0 |
| Appropriations | \$0 | \$0 | \$1,184,600 | \$0 | \$13,000 | \$0 |

1B. **County, city, and school district fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

| 2003-2005 Biennium | | | 2005-2007 Biennium | | | 2007-2009 Biennium | | |
|--------------------|--------|------------------|--------------------|--------|------------------|--------------------|--------|------------------|
| Counties | Cities | School Districts | Counties | Cities | School Districts | Counties | Cities | School Districts |
| \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

2. **Narrative:** *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

HB 1423 requires that all grant and nongrant lands be identified by signs and publication. Assumptions have been made as to the size and number of signs necessary to properly identify all sizes and shapes of tracts. School trust lands are located throughout the state with individual tracts generally limited in size to a section of land, although a number of smaller size tracts exist.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

No Revenues are associated with the bill.

B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

Estimates are based on 1,973 tracts with signs posted at each corner. For the 2007-2009, and subsequent bienniums, a 2% annual maintenance cost is expected. Estimated expenses include posts at \$4.80 each, signs at \$8.66 each, bolts, outsourced labor including travel time of 7,400 hours at \$7.50 per hour, per diem, mileage reimbursement, and survey and supervision costs to properly identify unknown or disputed tract corners or lessee owned fences.

No publication costs are included as currently two other state agencies print maps identifying school trust lands.

C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

The Constitution may preclude the payment of trust fund monies for the purposes contained in HB1423.

Name: Gary D. Preszler, Commissioner **Agency:** Land Department
Phone Number: 328-2800 **Date Prepared:** 01/21/2005