

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING THE APPROPRIATION OF FEDERAL MINERAL LEASE MONEYS FROM THE LOCAL GOVERNMENT PERMANENT FUND TO THE DEPARTMENT OF LOCAL AFFAIRS.

Prime Sponsors: Senator Lambert
Representative Gerou

JBC Analyst: Scott Thompson
Phone: 303-866-2061
Date Prepared: February 5, 2014

Fiscal Impact of Bill as Amended to Date

The most recent Legislative Council Staff Fiscal Note (attached) reflects the fiscal impact of the bill as of 02/04/14.

XXX	No Change: Attached LCS Fiscal Note accurately reflects the fiscal impact of the bill
	Update: Fiscal impact has changed due to <i>new information or technical issues</i>
	Update: Fiscal impact has changed due to <i>amendment adopted</i> after LCS Fiscal Note was prepared
	Non-Concurrence: JBC Staff and Legislative Council Staff disagree about the fiscal impact of the bill

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
J.001	Staff-prepared appropriation amendment

Current Appropriations Clause in Bill

The bill neither requires nor contains an appropriations clause for FY 2014-15.

Description of Amendments in This Packet

J.001 Staff has prepared amendment **J.001** (attached) to add a provision appropriating \$4,304,072 cash fund from the Local Government Permanent Fund to the Department of Local Affairs in FY 2013-14 for direct distribution to counties, mineral lease districts, and municipalities affected by federal mineral lease operations for immediate disbursement.

Points to Consider

Future Fiscal Impact

The appropriation from the Local Government Permanent Fund will reduce the balance to zero, however, providing a backfill to federal mineral leasing revenue is the sole purpose of the Local Government Permanent Fund. Half of all future bonus payments continue to be credited to the Local Government Permanent Fund allowing it to grow until there is another year where the December revenue forecast published by Legislative Council Staff indicates that the amount of money

SB14-106**JBC Staff Analysis**

deposited into the mineral leasing fund in the current fiscal year is anticipated to be at least 10.0 percent less than the amount deposited in the preceding fiscal year.