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FISCAL IMPACT REPORT



SPONSOR: Nunez DATE TYPED: 02/04/02 HB 116

SHORT TITLE: Remediation of State Trust Land SB _____

ANALYST: Valenzuela

APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY02	FY03	FY02	FY03		
	\$998.0			Recurring	Land Office Maintenance Fund

(Parenthesis () Indicate Expenditure Decreases)

REVENUE

Estimated Revenue		Subsequent Years Impact	Recurring or Non-Rec	Fund Affected
FY02	FY03			
	(998.0)	(998.0)	Recurring	General Fund

(Parenthesis () Indicate Revenue Decreases)

SOURCES OF INFORMATION

Report of the Legislative Finance Committee to the Forty-fifth Legislature, Second Session, January 2002 for Fiscal Year 2002-2003.

Department of Game and Fish

Energy, Minerals and Natural Resources Department (ENMRD)

State Land Office (SLO)

Department of Environment (DOE)

SUMMARY

Synopsis of Bill

House Bill 116 appropriates \$998.0 to the State Land Office from the Land Maintenance Fund to support watershed restoration, remediate contaminated sites, clean-up unauthorized landfills, stabilize archeological sites, survey cultural resources and manage noxious weeds on state trust land.

Significant Issues

Multiple state and federal agencies have ongoing land improvements projects in progress throughout the state. The LFC has noted in its budget recommendation the need for these agencies to work together to leverage the most amount of funding to the highest priority projects throughout the state. Additionally, the LFC recommended numerous performance measures to begin to track progress and accountability for the State Land Office on these projects. The State Land Office and the LFC have been working together to further develop these recommendations with the intentions to formalize measures during the 2002 interim.

FISCAL IMPLICATIONS

House Bill 116 appropriates \$998.0 to the State Land Office from the Land Office Maintenance Fund which receives revenues from oil and gas rental and bonuses, grazing rentals, miscellaneous rentals, interest on cash deposits and other income (from renewable resources).

Funds from the Land Office Maintenance Fund are used to support the administrative costs of the State Land Office with the balance being distributed to beneficiaries. Although the State Land Office receives its revenue from the Land Office Maintenance Fund and not general fund, the Legislative Finance Committee considers the State Land Office a general fund agency because changes in agency expenditures directly affect general fund revenue. The \$998.0 appropriation contained within the bill would have a direct impact on the general fund and would decrease distributions to beneficiaries.

ADMINISTRATIVE IMPLICATIONS

The State Land Office has indicated it has the capacity to implement the project utilizing existing personnel and operational resources. The State Land Office has experience managing similar projects and should be able to implement the project with minimal administrative impacts.

MFV/ar