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FISCAL IMPACT REPORT

SPONSOR Hanosh DATE TYPED 1/28/2005 HB 474

SHORT TITLE Indian Gaming Revenue Distribution SB _____

ANALYST Taylor

APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY05	FY06	FY05	FY06		
			\$200.0	Recurring	Cibola County

(Parenthesis () Indicate Expenditure Decreases)

REVENUE

Estimated Revenue		Subsequent Years Impact	Recurring or Non-Rec	Fund Affected
FY05	FY06			
	\$200.0	Similar	Recurring	Cibola County
	(\$200.0)	Similar	Recurring	State General Fund

(Parenthesis () Indicate Revenue Decreases)

Relates to HB 483

SOURCES OF INFORMATION

LFC Files
Gaming Control Board

SUMMARY

House Bill 474 would have the Department of Finance and Administration make a quarterly “county revenue-sharing distribution” from the state general fund to a qualified county beginning in November 2005. The distribution would be equal to 2.0 percent of the net receipts of revenue sharing received by the state from the Indian gaming facility located in the qualified county.

The “qualified county” is defined as one with a population between 25 and 26 thousand in the most recent federal census and a net taxable value for the 2004 property tax year of less than \$250 million and which two tribal gaming facilities are located. Cibola County fits this description.

FISCAL IMPLICATIONS

Cibola County is the only county that would be affected by this bill. Cibola county contains the Acoma and Laguna casinos. The bill has distributions made quarterly in the second month following each quarter. The first distribution is set for November 2005, implying that the provisions of the bill would affect all of FY 2006.

Recent information indicates that Acoma and Laguna casinos account for about 24 percent of total Indian gaming revenue sharing. Indian gaming revenue sharing revenues are estimated to be \$43 million. Assuming that 24 percent of the \$43 million is attributable to these two casinos, about \$10 million would be the revenue base for the distribution to Cibola County. Applying the 2.0 percent distribution percentage against \$10 million implies that \$200 thousand would be transferred to the Cibola County. The state general fund revenues would be reduced by the equivalent amount.

Over time, the revenue implications of this bill could grow if other municipalities respond by annexing Indian gaming casinos.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

This bill relates to HB 483 which would distribute a share of Indian gaming revenue to Espanola.

BT/yr