



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2027 Biennium

Bill#/Title: SB0081: Revise lease of state lands for underground gas storage

Primary Sponsor: Josh Kassmier Status: As Introduced

☐ Included in the Executive Budget ☐ Needs to be included in HB 2 ☐ Significant Local Gov Impact
☐ Significant Long-Term Impacts ☐ Technical Concerns ☐ Dedicated Revenue Form Attached

FISCAL SUMMARY

| | <u>FY 2026 Difference</u> | <u>FY 2027 Difference</u> | <u>FY 2028 Difference</u> | <u>FY 2029 Difference</u> |
|-----------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| Expenditures | | | | |
| General Fund (01) | \$0 | \$0 | \$0 | \$0 |
| Revenues | | | | |
| General Fund (01) | \$0 | \$0 | \$0 | \$0 |
| Net Impact | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| General Fund Balance | <u><u>\$0</u></u> | <u><u>\$0</u></u> | <u><u>\$0</u></u> | <u><u>\$0</u></u> |

Description of fiscal impact

SB 81 allows the Department of Natural Resources and Conservation (DNRC) to lease state trust lands for underground storage of gas or liquified gas. Lease revenues from this activity would benefit trust beneficiaries but cannot be determined at this time.

FISCAL ANALYSIS

Assumptions

Department of Natural Resources and Conservation (DNRC)

1. DNRC is unable to estimate the amount of potential lease revenue from the underground storage of gas or natural gas at this time. Lease revenues would be determined by the number of entities requesting to lease state trust land for underground storage and the fair market value of the storage. It may take several years for these leases to materialize, therefore the agency cannot determine the potential future revenue at this time.

NO SPONSOR SIGNATURE

Sponsor's Initials

Date

1/10/25

RD

Budget Director's Initials

1/7/2025

Date