



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2027 Biennium

Bill#/Title: HB0876.02 (003): Sawmill revitalization act

Primary Sponsor: John Fitzpatrick Status: As Amended in House Committee

☐ 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 2025</u> <u>Difference</u> | <u>FY 2026</u> <u>Difference</u> | <u>FY 2027</u> <u>Difference</u> | <u>FY 2028</u> <u>Difference</u> | <u>FY 2029</u> <u>Difference</u> |
|-----------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| Expenditures | | | | | |
| Other | \$0 | \$0 | \$0 | \$0 | \$0 |
| Capital Development (05) | \$6,000,000 | \$0 | \$0 | \$0 | \$0 |
| Revenues | | | | | |
| Other | \$0 | \$0 | \$0 | \$0 | \$0 |
| Capital Development (05) | \$6,000,000 | \$0 | \$0 | \$0 | \$0 |
| Net Impact | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| General Fund Balance | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

Description of fiscal impact

HB 876 transfers \$6 million from the capital development long-range building account in 17-7-209, MCA at the Department of Administration to establish a sawmill revitalization loan program at the Board of Investments.

FISCAL ANALYSIS

Assumptions

Long Range Building

Department of Administration

1. As amended, Section 2 of the bill requires a transfer of \$6 million from the department's capital development long-range account used to fund state-owned facilities needs to the sawmill revitalization account at the Board of Investments.

Board of Investments

2. The Montana Board of Investments (BOI) will loan out the \$6 million as specified to parties with the capacity to revitalize a closed sawmill and return it to commercial operation.
3. Funding from the appropriation that is not spent during the biennium will be transferred back to the capital developments long-range building program account.

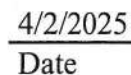
Fiscal Analysis Table

| | <u>FY 2025</u> <u>Difference</u> | <u>FY 2026</u> <u>Difference</u> | <u>FY 2027</u> <u>Difference</u> | <u>FY 2028</u> <u>Difference</u> | <u>FY 2029</u> <u>Difference</u> |
|--|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| <u>Fiscal Impact</u> | | | | | |
| <u>Expenditures</u> | | | | | |
| Transfers | \$6,000,000 | \$0 | \$0 | \$0 | \$0 |
| TOTAL Expenditures | \$6,000,000 | \$0 | \$0 | \$0 | \$0 |
| <u>Funding of Expenditures</u> | | | | | |
| Other | \$0 | \$0 | \$0 | \$0 | \$0 |
| Capital Development (05) | \$6,000,000 | \$0 | \$0 | \$0 | \$0 |
| TOTAL Funding of Expenditures | \$6,000,000 | \$0 | \$0 | \$0 | \$0 |
| <u>Revenues</u> | | | | | |
| Capital Development (05) | \$6,000,000 | \$0 | \$0 | \$0 | \$0 |
| TOTAL Revenues | \$6,000,000 | \$0 | \$0 | \$0 | \$0 |
| Other | \$0 | \$0 | \$0 | \$0 | \$0 |
| <u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures)</u> | | | | | |
| Other | \$0 | \$0 | \$0 | \$0 | \$0 |
| Capital Development (05) | \$0 | \$0 | \$0 | \$0 | \$0 |


Sponsor's Initials


Date


Budget Director's Initials


Date