



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2027 Biennium

Bill#/Title: HB0951.01: Transferring funds to local road and bridge account

Primary Sponsor: Jerry Schillinger 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</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 | | | | |
| General Fund (01) | \$30,000,000 | \$0 | \$0 | \$0 |
| State Special Revenue (02) | \$10,000,000 | \$10,000,000 | \$10,000,000 | \$0 |
| Revenues | | | | |
| General Fund (01) | \$0 | \$0 | \$0 | \$0 |
| State Special Revenue (02) | \$30,000,000 | \$0 | \$0 | \$0 |
| Net Impact | <u>(\$30,000,000)</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| General Fund Balance | | | | |

Description of fiscal impact

HB 951 transfers \$30 million from the general fund to the Local Road and Bridge account at the Montana Department of Transportation (MDT). The funds will be expended in accordance with 15-70-132 (2), MCA.

FISCAL ANALYSIS

Assumptions

Department of Transportation

1. There is an existing statutory appropriation at MDT, for the local road and bridge account (15-70-132, MCA). This available funding for the appropriation will be increased by \$30 million as a result of HB 951.
2. The projected spend of the \$30 million appropriated to MDT will be determined during the next Tentative Construction Plan development cycle. For the purposes of this fiscal note, the spending is shown as \$10 million per fiscal year from FY 2026 through FY 2028.

Fiscal Analysis Table

Department of Transportation

| | <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 | \$30,000,000 | \$0 | \$0 | \$0 |
| Grants | \$10,000,000 | \$10,000,000 | \$10,000,000 | \$0 |
| TOTAL Expenditures | \$40,000,000 | \$10,000,000 | \$10,000,000 | \$0 |
| <u>Funding of Expenditures</u> | | | | |
| General Fund (01) | \$30,000,000 | \$0 | \$0 | \$0 |
| State Special Revenue (02) | \$10,000,000 | \$10,000,000 | \$10,000,000 | \$0 |
| TOTAL Funding of Expenditures | \$40,000,000 | \$10,000,000 | \$10,000,000 | \$0 |
| <u>Revenues</u> | | | | |
| State Special Revenue (02) | \$30,000,000 | \$0 | \$0 | \$0 |
| TOTAL Revenues | \$30,000,000 | \$0 | \$0 | \$0 |
| <u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures)</u> | | | | |
| General Fund (01) | (\$30,000,000) | \$0 | \$0 | \$0 |
| State Special Revenue (02) | \$20,000,000 | (\$10,000,000) | (\$10,000,000) | \$0 |

Effect on County or Other Local Revenues or Expenditures

- Funds in the local road and bridge account will be administered by MDT and may be distributed to local governments to be used for the construction, reconstruction, maintenance and repair of local roads and bridges.



Sponsor's Initials

4-8-25

Date



Budget Director's Initials

4/7/2025

Date