



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2025 Biennium

Bill information:

HB0106 - Revise laws related to federal mitigation funding (Walsh, Kenneth)

Status: As Introduced

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

FISCAL SUMMARY

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 106 provides statutory authority to the Department of Military Affairs (DMA) to distribute federal funding upon receipt of a federal award from Federal Emergency Management Agency (FEMA) This bill has no net fiscal impact to the state.

FISCAL ANALYSIS

Assumptions:

- DMA currently works with FEMA to provide hazard mitigation grants.
- The federal authority for current FEMA awards must be currently managed within HB 2 approved appropriations. HB 2 moves any federal funds received from a HB 2 appropriation or budget amendment to a statutory appropriation. Therefore, there is no net fiscal impact to the state.
- The funding opportunity amounts for mitigation grants can vary significantly. Grants amounts are calculated based on the costs of disasters, which cannot be accurately predicted.
- The period of performance for mitigation grants varies from three to five years with the option to extend for an additional two years.
- HB 106 aligns the federal spending authority with the federal awards for disaster mitigation and reduces the variance of HB 2 federal authority.

6. Section 17-1-508, MCA, requires analysis of the statutory appropriation relative to the guidance in 17-1-508(3), MCA, to be published in the fiscal note. In reviewing and establishing statutory appropriations, the legislature shall consider the following guidelines.

	<u>YES</u>	<u>NO</u>
a. The money is from a continuing, reliable, and estimable source.		X
b. The use of the appropriation or the expenditure occurrence is predictable and reliable.		X
c. The authority exists elsewhere.		X
d. An alternative appropriation method is available, practical, or effective.		X
e. It appropriates state general fund money for purposes other than paying for emergency services.		X
f. The money is used for general purposes.		X
g. The legislature wishes to review expenditure and appropriation levels each biennium.		X
h. An expenditure cap and sunset date are excluded.	X	



Sponsor's Initials



Date



Budget Director's Initials



Date