

FISCAL NOTE
Requested by Legislative Council
12/21/2012

Bill/Resolution No.: HB 1096

- 1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2011-2013 Biennium		2013-2015 Biennium		2015-2017 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues			\$(63,328,000)	\$63,328,000		
Expenditures						
Appropriations						

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2011-2013 Biennium	2013-2015 Biennium	2015-2017 Biennium
Counties			
Cities			
School Districts			
Townships			

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

HB 1096 increases the share of state sales and use, gross receipts, and motor vehicle excise tax that is deposited in the State Aid Distribution Fund from 8% of the total to 10%.

- B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Section 1 increases the State Aid Distribution Fund (SADF) share to 10% of total sales, use, and motor vehicle excise tax collections, from 8% contained in current law. The State General Fund share is reduced by the same dollar amount as the increase in SADF revenues.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

- A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

The allocation of SADF revenue that is distributed under current law increases from an estimated \$253.312 million to \$269.144 million, an increase of \$15.832 million for the 2013-15 biennium. All counties and cities share in this increase in accordance with current law distributions. Section 1 also contains a new distribution of 15% of the expanded SADF revenues. This amount is estimated to be \$47.496 million for the 2013-15 biennium. The state's largest nine cities - all those with a population greater than 10,000 - will share in this additional SADF distribution based on each city's share of taxable sales and purchases. The total estimated fiscal impact of this bill, therefore, is a biennial reduction in State General Fund revenues of \$63.328 million and an increase in SADF revenues of the same amount.

- B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

Name: Kathryn L. Strombeck

Agency: Office of Tax Commissioner

Telephone: 701.328.3402

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