

FISCAL NOTE

Requested by Legislative Council
04/02/2001

Bill/Resolution No.:

Amendment to: Engrossed
 HB 1184

1A. **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.*

	1999-2001 Biennium		2001-2003 Biennium		2003-2005 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				(\$37,800)		(\$41,580)
Expenditures				\$15,000		\$15,000
Appropriations				\$15,000		\$15,000

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

1999-2001 Biennium			2001-2003 Biennium			2003-2005 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
			(\$17,250)	(\$10,500)		(\$18,630)	(\$11,340)	

2. **Narrative:** *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

This bill, as amended, provides for a license fee credit for lessees that is not currently available to them. Since the leasing companies do not customarily use the credit available to them under current law, it is anticipated there will be a small reduction in revenue if lessees take advantage of the provisions of this bill. It is not possible to accurately estimate the fiscal impact as it is not known how many lessees will have credit available at the end of their leases or how many will purchase a replacement vehicle and use any remaining credit they may have.

This bill also requires the DOT to print a temporary registration certificate on the reverse side of each vehicle registration card. This will result in an increase in printing costs.

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.*

For purposes of this fiscal note, it was estimated the revenue loss to the Highway Tax Distribution Fund under the amendments to subsection 2 of 39-04-36 of the 1999 Supplement to the North Dakota Century Code would be \$60,000 in the 2001-2003 biennium and \$66,000 for the 2003-2005 biennium. The state's share of this revenue loss is 63%. The counties share is 23% and the cities share is 14%.

This bill as amended would also require the DOT to print a temporary registration certificate on the reverse side of

each vehicle registration card. This will result in an increase in printing costs of approximately \$15,000 per biennium. These costs will reduce the revenue available to the Highway Tax Distribution Fund.

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.*

This bill as amended would require the DOT to print a temporary registration certificate on the reverse side of each vehicle registration card. This will result in an increase in printing costs of approximately \$15,000 per biennium.

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

The Motor Vehicle Division will require a budget enhancement to cover the additional printing costs that will be incurred.

Name: Shannon L. Sauer
Phone Number: 328-4375

Agency: NDDOT
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Prepared: