

FISCAL NOTE
Requested by Legislative Council
01/17/2007

Bill/Resolution No.: SB 2263

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.*

	2005-2007 Biennium		2007-2009 Biennium		2009-2011 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				(\$13,495)		(\$13,495)
Expenditures						
Appropriations						

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

2005-2007 Biennium			2007-2009 Biennium			2009-2011 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
			(\$4,927)	(\$2,998)		(\$4,927)	(\$2,998)	

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

This bill modifies the funding structure for the initial and annual fees paid for veteran plates, and clarifies the process for fund transfer to the Adjutant General.

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.*

This bill replaces the annual \$5 fee for veteran plates with a one time fee of \$15. \$10 of the one time \$15 fee would be deposited in the Highway Tax Distribution Fund; \$5 of the one time \$15 fee would be deposited in the Veteran's Cemetary Maintenance Fund.

This bill would reduce the revenue to the Highway Tax Distribution Fund by about \$21,420 per biennium. The loss of revenue to the Highway Tax Distribution Fund would impact the NDDOT (\$13,495), counties (\$4,927), and cities (\$2,998).

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 current revenue structure provides about \$27,240 per biennium for the Highway Tax Distribution Fund. This is based on an average of 582 new applications per biennium and an average continuation registration of about 4,866 per biennium. These 5,448 transactions generate approximately \$27,240 per biennium (based on the current \$5 fee).

The proposed revenue structure will provide about \$5,820 per biennium for the Highway Tax Distribution Fund. This is based on an average of 582 new applications per biennium. These 582 transactions will generate approximately \$8,730 in total revenue per biennium (based on the proposed \$15 one-time fee). \$2,910 of this revenue will be deposited in the Veteran's Cemetary Maintenance Fund. The remaining \$5,820 will be deposited in the Highway Tax Distribution Fund.

The difference between the current revenue structure and the proposed revenue structure will result in a loss of approximately \$21,420 per biennium to the Highway Tax Distribution Fund. The NDDOT share of this loss would be \$13,495; the county share would be \$4,927, and the city share would be \$2,998.

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:	Lorrie Pavlicek	Agency:	NDDOT
Phone Number:	328-2725	Date Prepared:	01/23/2007