

**FISCAL NOTE**  
**Requested by Legislative Council**  
**04/12/2017**

Amendment to: Engrossed HB 1361

- 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.*

	2015-2017 Biennium		2017-2019 Biennium		2019-2021 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
<b>Revenues</b>						
<b>Expenditures</b>						
<b>Appropriations</b>						

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

	2015-2017 Biennium	2017-2019 Biennium	2019-2021 Biennium
<b>Counties</b>			
<b>Cities</b>			
<b>School Districts</b>			
<b>Townships</b>			

- 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 1361 First Engrossment with Senate Amendments allows voters to impose growth limitations on property taxes imposed by cities, counties, and park districts.

- 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 of HB 1361 First Engrossment with Senate Amendments enables voters to petition for an election calling for a limitation on the growth of property taxes to 3% over the prior year, with adjustments for changes in the taxability of new and existing property.

A successful election will limit the growth to 3% (after adjustments) for cities, counties, and park districts. Schools are not included in the limitation. This bill will have no impact on the state's support of k-12 education through the school funding formula.

Section 2 of the bill deals with reporting by counties and compiling and reporting of property tax growth by the tax commissioner. There is no fiscal impact to this section.

Section 3 repeals an outdated requirement for county certifications attached to tax lists. There is no fiscal impact to this section.

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.*

It is not known how many taxing districts will be required to hold elections, and what the results will be in terms of limiting growth in property taxes. There will be costs associated with holding the elections that will need to be covered by local taxing districts. The amount of these costs that will occur in the 2017-19 biennium are dependent upon the number and timing of the petitioned elections and therefore cannot be determined.

- 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

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