

FISCAL NOTE
Requested by Legislative Council
02/03/2021

Amendment to: Engrossed HB 1464

- 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.*

	2019-2021 Biennium		2021-2023 Biennium		2023-2025 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$55,068,000		
Expenditures						
Appropriations						

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

	2019-2021 Biennium	2021-2023 Biennium	2023-2025 Biennium
Counties		\$19,200,000	
Cities		\$11,000,000	
School Districts			
Townships		\$2,400,000	

- 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).*

Engrossed HB 1464 increases the motor and special fuels tax rates from \$.23 to \$.29 per gallon. It also increases the road use fees for electric and hybrid automobiles and electric motorcycles.

- 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 engrossed HB 1464 increases the annual road use fees for electric and hybrid automobiles and electric motorcycles.

Sections 2 of engrossed HB 1464 increases the motor vehicle fuels tax, and Section 3 increases the special fuels tax. These fuels tax rates are increased from the current law rate of \$.23 to \$.29 per gallon.

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.*

If enacted, engrossed HB 1464 is expected to increase highway tax distribution fund revenues by a total of \$87.668 million in the 2021-23 biennium. Of this amount, \$68,000 is from the electric vehicle road fee increases, and \$87.6 million is from the fuels tax increases. Additionally, \$55.068 million will be the DOT and Transit share, with the remainder for counties, cities, and townships, as shown above.

- 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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