

STATEMENT OF PURPOSE OF AMENDMENT:**House Bill No. 1006 - Funding Summary**

	Executive Budget	Final Legislative Action	Comparison To Executive Budget
Homestead Tax Credit Grants	\$4,540,813	\$4,540,813	
Total all funds	<u>\$4,540,813</u>	<u>\$4,540,813</u>	<u>\$0</u>
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
General fund	\$4,540,813	\$4,540,813	\$0
FTE	0.00	0.00	0.00
State Tax Commissioner			
Salaries and wages	\$12,950,176	\$12,854,202	(\$95,974)
Operating expenses	4,327,342	4,582,461	255,119
Equipment	235,000	235,000	
City tax administration fees	50,000	50,000	
Motor fuels federal grant	393,729	393,729	
MTC fund		316,000	316,000
Total all funds	<u>\$17,956,247</u>	<u>\$18,431,392</u>	<u>\$475,145</u>
Less estimated income	<u>393,729</u>	<u>709,729</u>	<u>316,000</u>
General fund	\$17,562,518	\$17,721,663	\$159,145
FTE	142.00	143.00	1.00
Bill Total			
Total all funds	\$22,497,060	\$22,972,205	\$475,145
Less estimated income	393,729	709,729	316,000
General fund	<u>\$22,103,331</u>	<u>\$22,262,476</u>	<u>\$159,145</u>
FTE	142.00	143.00	1.00

House Bill No. 1006 - Homestead Tax Credit - House Action

The House did not change the Schafer executive budget recommendation for the Homestead Tax Credit. Governor Hoeven did not propose any changes to the Schafer recommendation for this entity.

House Bill No. 1006 - Homestead Tax Credit - Senate Action

The Senate did not change the House version.

House Bill No. 1006 - Homestead Tax Credit - Conference Committee Action

The House acceded to the Senate amendments.

House Bill No. 1006 - State Tax Commissioner - House Action

	Executive Budget	House Changes	House Version
Salaries and wages	\$12,950,176	(\$95,974)	\$12,854,202
Operating expenses	4,327,342	(44,881)	4,282,461
Equipment	235,000		235,000
City tax administration fees	50,000		50,000
Motor fuels federal grant	393,729		393,729
MTC fund		316,000	316,000
Total all funds	\$17,956,247	\$175,145	\$18,131,392
Less estimated income	393,729	316,000	709,729
General fund	\$17,562,518	(\$140,855)	\$17,421,663
FTE	142.00	1.00	143.00

Department No. 127 - State Tax Commissioner - Detail of House Changes

	Adjust Market Equity Salary Increase¹	Reduce Funding for Temporary Wages	Reduce Funding for Multistate Tax Commission²	Increase Special Funding From Audit Revenues³	Restore an Auditor II Position⁴	Total House Changes
Salaries and wages	(\$17,092)	(\$78,882)				(\$95,974)
Operating expenses			(44,881)			(44,881)
Equipment						
City tax administration fees						
Motor fuels federal grant						
MTC fund				316,000		316,000
Total all funds	(\$17,092)	(\$78,882)	(\$44,881)	\$316,000	\$0	\$175,145
Less estimated income	0	0	0	316,000	0	316,000
General fund	(\$17,092)	(\$78,882)	(\$44,881)	\$0	\$0	(\$140,855)
FTE	0.00	0.00	0.00	0.00	1.00	1.00

¹ This amendment reduces, from \$24,268 to \$7,176, the amount provided for a market equity salary increase for the State Tax Commissioner. The amount included in the bill will provide for a monthly increase of \$341 per month for the last 18 months of the biennium.

² Removes funding for the general membership and the nexus program portion of the Multistate Tax Commission fees from operating expenses.

³ Funding is added for costs associated with membership in the Multistate Tax Commission, including membership in the audit program. A section is added providing for a Multistate Tax Commission fund consisting of collections of up to \$316,000 from the Multistate Tax Commission. The State Tax Commissioner is authorized to spend up to \$316,000 from the Multistate Tax Commission fund, and any remaining balance is transferred to the general fund. Representatives of the Tax Department indicate that membership in this commission will result in additional revenues of \$316,000 for deposit in the Multistate Tax Commission fund for the 2001-03 biennium in excess of the amount included in the executive budget recommendation.

⁴ Restores an auditor II position but provides no funding.

House Bill No. 1006 - State Tax Commissioner - Senate Action

	Executive Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$12,950,176	\$12,854,202		\$12,854,202
Operating expenses	4,327,342	4,282,461	300,000	4,582,461
Equipment	235,000	235,000		235,000
City tax administration fees	50,000	50,000		50,000
Motor fuels federal grant	393,729	393,729		393,729
MTC fund		316,000		316,000
Total all funds	\$17,956,247	\$18,131,392	\$300,000	\$18,431,392
Less estimated income	393,729	709,729	0	709,729
General fund	\$17,562,518	\$17,421,663	\$300,000	\$17,721,663
FTE	142.00	143.00	0.00	143.00

Department No. 127 - State Tax Commissioner - Detail of Senate Changes

	Provide Funding for Costs Related to HB 1399¹	Total Senate Changes
Salaries and wages		
Operating expenses	300,000	300,000
Equipment		
City tax administration fees		
Motor fuels federal grant		
MTC fund		
Total all funds	\$300,000	\$300,000
Less estimated income	0	0
General fund	\$300,000	\$300,000
FTE	0.00	0.00

¹ This amendment provides an appropriation of \$300,000 from the general fund to the State Tax Commissioner for the costs related to implementation of the provisions of House Bill No. 1399, relating to the decoupling of the state income tax.

House Bill No. 1006 - State Tax Commissioner - Conference Committee Action

The House acceded to the Senate amendments.