

FISCAL NOTE

Requested by Legislative Council

12/26/2000

Bill/Resolution No.: HB 1184

Amendment to:

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 | | | | (\$3,000) | | (\$3,300) |
| Appropriations | | | | (\$3,000) | | (\$3,300) |

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 District |
| | | | (\$13,110) | (\$7,980) | | (\$14,421) | (\$8,778) | |

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

This bill 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. The bill also requires vehicle purchasers to use their previous license plates, even if there is no remaining credit on the plates. This should result in the need to purchase approximately 1,000 less license plates each year.

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 worksheet, it was estimated the total revenue loss to the Highway Tax Distribution Fund 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%.

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.*

We expect to purchase approximately 1,000 less license plates each year as a result of this legislation.

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.*

If we purchase fewer license plates, we will be able to make a reduction in our needed appropriation.

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Agency: NDDOT
Date 12/27/2000
Prepared: