

FISCAL NOTE

Requested by Legislative Council
01/02/2003

Bill/Resolution No.: HB 1157

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.*

	2001-2003 Biennium		2003-2005 Biennium		2005-2007 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	(\$6,000)	\$0	(\$6,000)	\$0
Expenditures	\$0	\$0	\$0	\$0	\$0	\$0
Appropriations	\$0	\$0	\$0	\$0	\$0	\$0

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

2001-2003 Biennium			2003-2005 Biennium			2005-2007 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

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

Grain warehouse and grain buyer licenses run from August 1st through July 31st. Statutory license fees are not prorated for licenses that obtain part way through the year. To eliminate related business start-up problems and expenses, this bill proposes to grant licensees a first year license of up to 14 months if they commence operations in June or July. It is expected that this change will positively impact up to six licensees per year. It will also eliminate timing problems for licensees and the Commission's staff since it would not longer be advantageous to time the start-up of new business to exactly coincide with the start of a new license 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.*

It is estimated that the change proposed by this statute would reduce general fund income by about \$6,000 per biennium. Conversely, it would positively impact about six new licensees per year

(\$500 per licensee x 6 licensees per year = \$3,000 per year or \$6,000 per biennium).

This revenue loss may be partially offset by the late filing fee proposed by this bill (\$100). It is expected, however, that this disincentive penalty will result in more prompt compliance filings and few penalty payments.

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.*

None.

- 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.*

None.

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Agency: Public Service Commission
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