

FISCAL NOTE
Requested by Legislative Council
01/13/2009

Bill/Resolution No.: HB 1366

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.*

| | 2007-2009 Biennium | | 2009-2011 Biennium | | 2011-2013 Biennium | |
|-----------------------|--------------------|-------------|--------------------|--------------|--------------------|--------------|
| | General Fund | Other Funds | General Fund | Other Funds | General Fund | Other Funds |
| Revenues | | | (\$28,000,000) | \$28,000,000 | (\$56,000,000) | \$56,000,000 |
| Expenditures | | | | | | |
| Appropriations | | | | | | |

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

| 2007-2009 Biennium | | | 2009-2011 Biennium | | | 2011-2013 Biennium | | |
|--------------------|--------|------------------|--------------------|--------|------------------|--------------------|--------|------------------|
| Counties | Cities | School Districts | Counties | Cities | School Districts | Counties | Cities | School Districts |
| | | | | | | | | |

2A. 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 1366 increases the share of sales, use, gross receipts, and motor vehicle excise tax collections that is allocated to the state aid distribution fund.

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 1366 increases the state aid distribution fund share of sales and motor vehicle excise tax collections from the current allocation (which equals 8% of the collections) to a computed amount that equals 10% of the collections. For the 2009-11 biennium, this is expected to increase revenues to the state aid distribution fund by an estimated \$28 million and decrease state general fund revenues by the same amount.

For the 2011-13 biennium, the allocation to the state aid distribution fund is again increased, from 10% to 12% of collections. This will result in an increase in state aid distribution fund revenues totaling an estimated \$56 million (plus a taxbase growth factor not yet estimated), and a corresponding decrease in state general fund revenues.

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.*

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 is also included in the executive budget or relates to a continuing appropriation.*

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| Phone Number: | 328-3402 | Date Prepared: | 01/22/2009 |