

# FISCAL NOTE

Requested by Legislative Council  
12/15/2010

Bill/Resolution No.: HB 1043

**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.*

	2009-2011 Biennium		2011-2013 Biennium		2013-2015 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
<b>Revenues</b>			(\$185,380,000)	\$113,640,000	(\$185,380,000)	\$113,640,000
<b>Expenditures</b>						
<b>Appropriations</b>						

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

2009-2011 Biennium			2011-2013 Biennium			2013-2015 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
			\$40,790,000	\$23,170,000		\$40,790,000	\$23,170,000	

**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).*

This bill places 100% of the motor vehicle excise tax which would otherwise go to the general fund and deposits it in the Highway Tax 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 this bill changes the fund into which the motor vehicle excise tax is deposited. Under present law, 100% of the motor vehicle excise tax (after the state aid distribution share is deducted) would be deposited in the State General Fund (as of July 1, 2011). Under the proposed legislation, 100% of the motor vehicle excise tax (after the state aid distribution share is deducted) would be deposited in the Highway Tax Distribution Fund.

**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.*

This bill would result in a reduction of approximately \$185.4 million in revenue to the State General Fund (per biennium) and a corresponding increase in revenue to the Highway Tax Distribution Fund. This increase in revenues to the Highway Tax Distribution Fund would ultimately flow to the NDDOT, counties, cities, townships, and public transportation as follows:

NDDOT     \$113.64 million  
Counties   \$40.79 million  
Cities     \$23.17 million  
Townships   \$5.00 million  
Public Trans   \$2.78 million

**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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