

FISCAL NOTE
Requested by Legislative Council
04/17/2013

Amendment to: SB 2036

- 1 A. **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.*

	2011-2013 Biennium		2013-2015 Biennium		2015-2017 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues			\$341,790,000	\$(341,790,000)		
Expenditures			\$345,041,000			
Appropriations			\$742,174,000			

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

	2011-2013 Biennium	2013-2015 Biennium	2015-2017 Biennium
Counties			
Cities			
School Districts			
Townships			

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

SB 2036 second engrossment with house amendments provides an 18% property tax relief credit for all taxable property. It also updates the oil and gas tax revenue that goes into the property tax relief sustainability fund, provides for a transfer and an appropriation.

- 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 4 creates a state reimbursed property tax relief credit equal to 18% of the amount of property taxes. Section 7 provides for an increase in oil and gas tax revenues deposited in the property tax relief sustainability fund to \$403,407,000 for the 2013-15 biennium. This will move \$61,617,000 from the strategic investment and improvements fund to the property tax sustainability fund. Both of these are "other funds" in 1A above.

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.*

Section 12 transfers \$341,790,000 to the state general fund from the property tax sustainability fund on July 1, 2013.

- 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.*

Section 4 of SB 2036 second engrossment with house amendments creates a state reimbursed property tax credit for all taxable property. This is expected to increase state general fund expenditures by an estimated \$345.041 million in the 2013-15 biennium.

- 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.*

Section 10 contains a State General Fund appropriation of \$403,407,000 to DPI for the mill levy reduction grants. Section 11 contains a State General Fund appropriation of \$338,767,000 to the Treasurer for payment of state-paid property tax relief credits.

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