

FISCAL NOTE
Requested by Legislative Council
01/10/2013

Revised
Bill/Resolution No.: SB 2146

- 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	\$0	\$0	\$0	\$3,778	\$0	\$3,778
Expenditures	\$0	\$0	\$350,000	\$3,778	\$0	\$3,778
Appropriations	\$0	\$0	\$350,000	\$0	\$0	\$0

- 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	\$0	\$0	\$0
Cities	\$0	\$0	\$0
School Districts	\$0	\$0	\$0
Townships	\$0	\$0	\$0

- 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).*

This bill creates a fund to collect an assessment of one cent per pound of grapes sold or provided to a winery in the state. The grape and wine fund has continuing appropriation authority. This bill creates a five-member grape and wine advisory committee and includes 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 3 creates an assessment of one cent per pound of grapes sold or provided to a winery in the state. NDDA estimates 377,806 pounds of grapes will be sold or provided to wineries in a biennium, based on the assumptions all domestic wine originates from grapes and 20 pounds of grapes produce one gallon of wine. A portion of domestic wine originates from fruit; however, no data exists to determine this breakdown. Section 4 appropriates \$350,000 to the agriculture commissioner for research, education programs, and market development efforts.

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.*

The revenue is based on 377,806 pounds of grapes sold or provided to wineries in a biennium at \$.01 per pound. All assessment fees are deposited in the wine and grape fund. The assessment fee was not 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.*

Section 3 of the bill authorizes up to 100 percent of the non-refunded collected assessments deposited in the grape and wine fund. Section 4 authorizes the agriculture commissioner to make expenditures for the purpose of funding research, education programs, and market development efforts, as well as participation in and support of programs and efforts to promote the grape and wine industry.

- 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 4 appropriates \$350,000 to the agriculture commissioner for the purpose of funding research, education programs, and market development efforts. The wine and grape fund has continuing appropriation authority. The appropriation to the agriculture commissioner was not included in the executive budget.

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