

FISCAL NOTE
Requested by Legislative Council
01/10/2017

Bill/Resolution No.: HB 1240

- 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.*

	2015-2017 Biennium		2017-2019 Biennium		2019-2021 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$62,000	\$0	\$62,000
Expenditures	\$0	\$0	\$0	\$62,000	\$0	\$62,000
Appropriations	\$0	\$0	\$0	\$62,000	\$0	\$62,000

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

	2015-2017 Biennium	2017-2019 Biennium	2019-2021 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 adds an industrial hemp applicant fee and increases the per acre fee from \$5 to \$40.

- 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 adds an industrial hemp applicant fee and increases the per acre fee from \$5 to \$40.

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 amount is determined by the following: 12 applicants per year X \$250 = \$3,000; 700 acres combined for all applicants X \$40 = \$28,000; \$31,000 X 2 years = \$62,000. All revenue will be deposited in the agriculture commissioner's operating fund.

- 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.*

The agriculture commissioner will have expenditures to oversee industrial hemp growing and harvest seasons and processing. All expenditures will come out of the agriculture commissioner's budget (HB 1009/HB 1069) operating line item. Expenditures will be primarily for laboratory testing, travel, supplies, printing, and postage.

- 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

The appropriation amount matches the expenditures amount. The appropriation was not included in either HB 1009 or HB 1069. The agriculture commissioner will request that HB 1009 or HB 1069 be amended to include special fund operating authority if this bill passes.

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