

(Prepare in triplicate)

1977

FISCAL NOTE

88AN

Prepared in regard to:

Senate Bill No. 2037

(List bill or resolution and number, if available, or subject)

Amendment to:

(List bill or resolution and number)

Requested by: Legislative Council Date of receipt: 12-27 1976

In the following space note the fiscal effect in dollars of the legislative proposal. If additional space is needed, attach a supplementary sheet. (Please type)

The following figures are "estimates" of the cost and/or loss impact if the Feed Plant is closed on June 30, 1977:

		<u>Cost or Loss Impact</u>
<u>FEED MILL BUILDINGS</u>		
Includes storage bins, mixing bins, warehouse, metal quonset, sprinkler system, underground fire protection system, sewer assessment etc. Less probable salvage	Book Value \$115,923 <u>1,000</u>	\$114,923
<u>FEED MILL PAVING</u>		
New - completed in summer of 1976		47,058
<u>FEED MILL MACHINERY AND EQUIPMENT</u>		
Includes cleaning, mixing, manufacturing, packing and warehouse equipment etc. Less probable salvage	Book Value \$ 23,695 <u>5,000</u>	18,695
<u>FEED MILL FURNITURE AND FIXTURES</u>		
Includes chairs, desks, adders, typewriters, calculators, files etc. Less probable salvage	Book Value \$ 1,200 <u>400</u>	800
<u>FEED MILL FLEET</u>		
Includes three trailers, two tractors, two trucks, and one auto Less probable salvage	Book Value \$ 73,602 <u>49,600</u>	24,002

* Supplementary Sheet Attached

If it appears this legislative proposal may have a fiscal effect upon one or more of the cities and counties of this state but your agency does not have the information available, or cannot gather the information on a timely basis, to allow a dollar estimate, please check one or more of the following:

- The measure does have a fiscal impact in an unknown amount
- The measure does have a fiscal impact in a dollar amount estimated on the basis of inadequate information. (Enter dollar estimate in space above).
- The fiscal impact of the measure is unknown.

Date of preparation: 12-31-76

Signed Ron Wimpfheimer
 Typed Name Ron Wimpfheimer
 Department North Dakota Mill & Elevator

COST OR
LOSS IMPACT

FEED MILL INGREDIENTS

Includes corn, oats, barley, alfalfa, meat scraps,
phosphate, soymeal, blood meal, salt, etc.
Cost to liquidate ending inventory (storage-
handling-freight-discounts-etc.)
825 Tonx @ \$30.00 per ton

\$ 24,750

FEED MILL PROCESSED FEED

Includes cattle, hog, horse, chicken and turkey
processed feed warehoused at the main plant and
various distributors and dealers. Cost to
liquidate ending inventory (handling-hauling-
discounts-obsolete feeds etc.)
600 Tons @ \$20.00 per ton

\$ 12,000

FEED MILL MEDICINE INVENTORY

\$ 26,728

Less Probable Salvage

13,364

13,364

FEED MILL BAG INVENTORY

\$ 10,500

Less Scrap value

700

9,800

FEED MILL MISCELLANEOUS

Inventory of printed forms, feed tags,
spare parts, supplies, etc.

1,500

FEED MILL ACCOUNTS RECEIVABLE

Unpaid accounts receivable and legal fees
resulting because of shut-down

16,420

FEED MILL CONTINUING EXPENSES

Power for security lights, sprinkler system, etc.(per year) \$ 500
Insurance-Fire, wind and liability (per year) 400
Security and watchmen expense (per year) 800
Labor to dispose of inventory, supplies equipment etc.(3 mos) 5,000

\$ 6,700

TOTAL

\$290,012

NOTE:

The appraised value (insurable sound value) of the Feed Plant buildings, machinery,
equipment, furniture and fixtures as of December 1, 1975 was \$932,663.

The following is an "estimate" of the loss of revenue if the Feed Plant is closed on
June 30, 1977:

Net profit fiscal year 1973-74	\$ 79,935
Net profit fiscal year 1974-75	100,176
Net profit fiscal year 1975-76	<u>88,696</u>
	\$268,807

Our "estimate" of anticipated profits per year

\$ 80,000

The Feed Plant is authorized 17 positions under the current budget of which 13 positions
are filled at the present time. The closing of the Feed Plant would, of course, terminate
these positions. These employees might leave the state to find similar employment.