

Bill/Resolution No.: _____ Amendment to: Engrossed HB 1539

Requested by: Legislative Council Date of Receipt: 4-11-83

Please estimate the fiscal impact of the above measure for:

State general or special funds Counties Cities

In the following space note the fiscal effect in dollars of this measure:

Narrative:

Engrossed HB 1539, if enacted into law as amended (amendments attached), will increase revenues to the Highway Distribution fund approximately \$33,650,000 and increase revenues to the Township Road Fund approximately \$9,280,000 for the 1983-85 biennium.

This fiscal note assumes that the one cent allocation to the Township Road Fund would not be eligible for refund.

State Fiscal Effect:

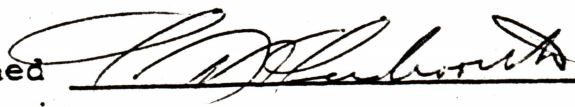
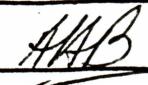
<u>1983-84</u>		<u>1984-85</u>		<u>Biennium Total</u>	
<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>
+\$4,160,000 (Township Road)		+\$5,120,000 (Township Road)		+\$9,280,000 (Township Road)	
+\$15,270,000 (Highway Dist.)		+\$18,380,000 (Highway Dist.)		+\$33,650,000 (Highway Dist.)	

County and City Fiscal Effect:

<u>1983-84</u>		<u>1984-85</u>		<u>Biennium Total</u>	
<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>

If additional space is needed, attach a supplemental sheet.

Date prepared: 4-11-83

Signed 
 Typed Name C. William Cudworth
 Department TAX 

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1539

That the Senate recede from its amendments and that engrossed House Bill No. 1539 be amended as follows:

On page 1 of the engrossed bill, line 26, overstrike the words "four cents per gallon [3.79 liters]" and insert immediately thereafter an underscored colon, and delete the words "less than"

On page 1 of the engrossed bill, delete line 27 and insert in lieu thereof the following:

- "a. Through December 31, 1983, four cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- b. From January 1, 1984, through December 31, 1984, five cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- c. From January 1, 1985, through December 31, 1985, six cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- d. From January 1, 1986, through June 30, 1992, four cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- e. After June 30, 1992, at the same rate as the tax imposed under subsection 1."

On page 2 of the engrossed bill, line 24, overstrike the words "four cents per gallon"

On page 2 of the engrossed bill, line 25, overstrike the following: "[3.79 liters]" and insert immediately thereafter an underscored colon, and delete the words "less than the tax imposed under"

On page 2 of the engrossed bill, delete line 26 and insert in lieu thereof the following:

- "a. Through December 31, 1983, four cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- b. From January 1, 1984, through December 31, 1984, five cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- c. From January 1, 1985, through December 31, 1985, six cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- d. From January 1, 1986, through June 30, 1992, four cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- e. After June 30, 1992, at the same rate as the tax imposed under subsection 1."

On page 3 of the engrossed bill, line 22, overstrike the words "four cents per"

On page 3 of the engrossed bill, line 23, overstrike the words "gallon [3.79 liters]" and insert immediately thereafter an underscored colon, and delete the words "less than the tax imposed under"

On page 3 of the engrossed bill, delete line 24 and insert in lieu thereof the following:

- "a. Through December 31, 1983, four cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- b. From January 1, 1984, through December 31, 1984, five cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- c. From January 1, 1985, through December 31, 1985, six cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- d. From December 31, 1985, through June 30, 1992, four cents per gallon [3.79 liters] less than the tax imposed under subsection 1.

e. After June 30, 1992, at the same rate as the tax imposed under subsection 1."

On page 4 of the engrossed bill, line 17, overstrike the words "four cents per gallon"

On page 4 of the engrossed bill, line 18, overstrike the following: "[3.79 liters]" and insert immediately thereafter an underscored colon, and delete the words "less than the tax imposed under"

On page 4 of the engrossed bill, delete line 19 and insert in lieu thereof the following:

- "a. Through December 31, 1983, four cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- b. From January 1, 1984, through December 31, 1984, five cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- c. From January 1, 1985, through December 31, 1985, six cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- d. From December 31, 1985, through June 30, 1992, four cents per gallon [3.79 liters] less than the tax imposed under subsection 1.
- e. After June 30, 1992, at the same rate as the tax imposed under subsection 1."

On page 4 of the engrossed bill, delete lines 28 through 35

On page 5 of the engrossed bill, delete lines 1 through 10 and insert in lieu thereof the following:

"SECTION 5. Partial distribution to townships. Notwithstanding any other provision of law, one cent per gallon [3.79 liters] of the tax imposed by this Act shall not be refunded and the proceeds shall be distributed as provided in this section. The tax commissioner shall transfer the proceeds of one cent per gallon [3.79 liters] of the tax imposed by this Act to the state treasurer who shall deposit the proceeds in a township highway aid fund in the state treasury. The state treasurer shall quarterly allocate and distribute all moneys in the township highway aid fund to the

counties of the state based on the length of township roads in each county compared to the length of all township roads in the state. To receive any funds under this section, organized townships must provide fifty percent matching funds. The county treasurer shall allocate the funds received to the organized townships in the county which provide fifty percent matching funds based on the length of township roads in each such organized township compared to the length of all township roads in the county. The funds received must be deposited in the township road and bridge fund and used for highway and bridge purposes. If a county has no organized townships, or has some organized and some unorganized townships, the county shall retain a pro rata portion of the funds received based on the length of roads in unorganized townships compared to the length of township roads in organized townships in the county. Moneys retained by a county for the benefit of unorganized townships under this section must be deposited in the county road and bridge fund. Moneys retained by the county treasurer due to the failure of organized townships to provide required matching funds must be returned to the state treasurer who shall deposit the funds in the highway tax distribution fund."

And renumber the lines and pages accordingly