

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: HB 1563 Amendment to: \_\_\_\_\_

Requested by: Legislative Council Date of Receipt: 1-29-85

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:

If enacted, HB 1563 will have a fiscal impact to counties and the State General Fund as shown below: (the computed fiscal impact assumes that personal property represents 50% of total taxable value.)

NOTE: If enacted, HB 1563 would also increase the Foundation Aid payment amount. See attached letter from Department of Public Instruction.

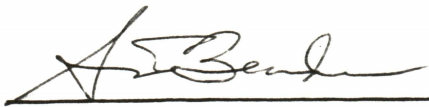
State Fiscal Effect:

1985-86		1986-87		Biennium Total	
<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>
	-\$129,000		-\$139,000		-\$268,000

County and City Fiscal Effect:

1985-86		1986-87		Biennium Total	
<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>
-\$138,000		-\$149,000		-\$287,000	

If additional space is needed, attach a supplemental sheet.

Signed 

Typed Name Sid Bender

Date prepared: 2-9-85

Department Tax Department 



THE STATE OF NORTH DAKOTA  
*Department of Public Instruction*

Dr. Wayne G. Sanstead, Superintendent  
BISMARCK, NORTH DAKOTA 58505

February 8, 1985

Mr. Kent Conrad  
North Dakota Tax Commissioner  
State Capitol  
Bismarck, North Dakota 58505

Dear Commissioner Conrad:

House Bill 1563 relating to the definition of real property applied to oil refineries for purposes of taxation has a fiscal impact to the State General Fund because of the reduction when the 20 mill deduct is applied in the State Foundation Aid program.

The impact in the Mandan District, if half of the taxable valuation were personal property, would be \$2,016,360 times .020 mills, or \$40,327. This would be made up by the State in the Foundation Aid appropriation.

The impact to the Tioga District under the same circumstances would be \$412,523 times .020 mills, or \$8,250, which would be made up by the State in the Foundation Aid appropriation.

This would have no fiscal impact for the 1985-86 year but would amount to the following for the 1986-87 year:

Mandan School District	\$40,327
Tioga School District	<u>8,250</u>

Total impact \$48,577 for 1986-87 for Foundation Aid  
Program appropriation

The reduced valuation would have a fiscal impact also on the school district tax revenue because of the reduction in taxable valuation.

Sincerely,

A handwritten signature in cursive script that reads "Alton N. Koppang".

ALTON N. KOPPANG  
Director of Finance  
Department of Public Instruction

ANK:rs