

Bill/Resolution No.: _____ Amendment to: HB 1415

Requested by: Legislative Council Date of Receipt: _____

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:

The production credit to North Dakota ethanol producers for the 89-91 biennium reduces available revenue from the Highway Distribution Fund by a maximum of \$3.5 million. Although it is a revenue loss, it has less of an impact than the current 4¢ exemption.

	<u>Impact of 4¢ Exemption (Based on 15% Market Share)</u>	<u>Impact of Production Subsidy</u>
Loss to: Hwy. Dist. Fund	(\$3,975,000)	(\$3,500,000)
Highway Dept.	(\$2,505,000)	(\$2,200,000)
Counties	(\$ 915,000)	(\$ 800,000)
Cities	(\$ 555,000)	(\$ 500,000)

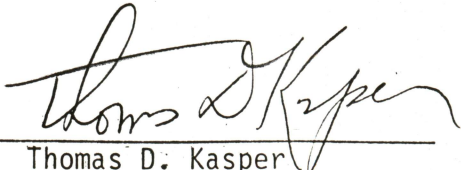
State Fiscal Effect:

<u>1989-90</u>		<u>1990-91</u>		<u>Biennium Total</u>	
<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>
	(\$1,100,000)		(\$1,100,000)		(\$2,200,000)

County and City Fiscal Effect:

<u>1989-90</u>		<u>1990-91</u>		<u>Biennium Total</u>	
<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>
(\$400,000)	(\$250,000)	(\$400,000)	(\$250,000)	(\$800,000)	(\$500,000)

If additional space is needed, attach a supplemental sheet.

Signed 
Thomas D. Kasper
Typed Name Chief Accountant

Date Prepared: 2-15-89

Department ND State Highway Dept.