

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: HB 1387 Amendment to: _____

Requested by Legislative Council Date of Request: 1-23-91

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:

HB 1387, if enacted, would decrease the State General Fund and special funds by less than -\$5,000 and decrease the county and city property tax revenues by less than -\$5,000 during the 1991-93 biennium. However, there are currently 14 agricultural processing facilities receiving a property tax exemption that amounts to approximately \$154,000 per year. If HB 1387 is enacted, these property tax exemptions could be extended for five additional years in future bienniums.

Assumptions:

- (1) "Extended" means that the exemption is continuous, once it has expired it cannot be reinstated by virtue of the passage of HB 1387.
- (2) "Processes or manufacturer" does not include the mere storage and handling of grain as in a grain elevator.

State Fiscal Effect:

| <u>1991-92</u> | | <u>1992-93</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> |

County and City Fiscal Effect:

| <u>1991-92</u> | | <u>1992-93</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: 1-30-91

Signed Kathryn L. Strombeck

Typed Name Kathryn L. Strombeck

Department TAX

Phone Number 224-2770