

FISCAL NOTE

(Return original and 10 copies)

Bill/Resolution No.: SB 2325 Amendment to:

Requested by Legislative Council Date of Request: 1-18-95

- 1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, and cities.

Narrative:

If enacted and if it survives a possible constitutional challenge (Art X, Sec. 5), SB 2325 will exempt land that is tilled with conservation methods for five years. The National Resource Conservation Service reports there are 6.145 million acres that are planted using conservation tillage. If all of this land qualifies under Ag. Department rules and is exempted, there could be a negative impact to the property tax revenue to counties of up to -\$11,675,000 in the 1995-97 biennium.

In adopting the rules provided by SB 2325, the Ag. Department will experience publication costs in the 1993-95 biennium of approximately \$1,000.

The fiscal effect to the state is a loss of up to -\$116,800 per year to the state medical center beginning with FY 96 if all of the conservation tillage acres qualify and are exempted.

- 2. State fiscal effect in dollar amounts:

Table with 3 columns for Biennium (1993-95, 1995-97, 1997-99) and 2 rows for Revenues and Expenditures. Values include -\$116,800 for revenues and expenditures.

- 3. What, if any, is the effect of this measure on the appropriation for your agency or department:

- a. For rest of 1993-95 biennium: \$1,000 Ag. Department
b. For the 1995-97 biennium:
c. For the 1997-99 biennium:

- 4. County and City fiscal effect in dollar amounts:

Table with 3 columns for Biennium (1993-95, 1995-97, 1997-99) and 2 rows for Counties and Cities. Values include Up to -\$11,675,000 and Up to -\$12,750,000.

If additional space is needed, attach a supplemental sheet.

Signed Kathryn L. Strombeck

Typed Name Kathryn L. Strombeck

Department TAX

Phone Number 328-3402

Date Prepared: 2-7-95

AAB