

FISCAL NOTE

(Return original and 10 copies)

Bill/Resolution No.: HB 1355 Amendment to: _____

Requested by Legislative Council Date of Request: 1-15-99

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, cities, and school districts. Please provide breakdowns, if appropriate, showing salaries and wages, operating expenses, equipment, or other details to assist in the budget process. In a word processing format, add lines or space as needed or attach a supplemental sheet to adequately address the fiscal impact of the measure.

Narrative:

(See attachment)

2. State fiscal effect in dollar amounts:

	1997-99 Biennium		1999-2001 Biennium		2001-03 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	0	0	0	\$700,000 \$1,425,000	0	\$725,000 \$1,470,000
Expenditures	0	0	\$200,000	0	\$213,500	0

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

a. For rest of 1997-99 biennium: None
(Indicate the portion of this amount included in the 1999-2001 executive budget:)

b. For the 1999-2001 biennium: Need an additional \$150,000 general fund appropriation for dues.
(Indicate the portion of this amount included in the 1999-2001 executive budget:)

c. For the 2001-03 biennium: Need an additional \$6,500 general fund appropriation for increased dues.

4. County, city, and school district fiscal effect in dollar amounts:

1997-99 Biennium			1999-2001 Biennium			2001-03 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

Signed: 

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Date Prepared: 1-20-99

Attachment for HB1355

Membership dues of \$75,000 per year (or \$150,000 for the biennium) are included for 99-01. A three percent annual increase in dues is included in the membership dues estimate for 01-03 (biennial cost is \$156,500).

Travel costs of \$50,000 in 99-01 and \$57,000 in 01-03 are associated with ND's participation in MHEC committees including the following: academic software committee, interactive courseware committee, Midwest student exchange council, natural gas committee, regional exchange of courses and programs, regional purchasing initiative steering committee, risk management committee, and telecommunications committee. The travel costs will be absorbed within the current budget of the NDUS. Meal and lodging costs for participation in these committees are paid by MHEC.

The fiscal note does not take into account any potential savings that may result in ND's participation in any joint initiatives since these may be limited in the first biennium and are difficult to predict.

Additional revenues, in the form of new tuition collections, are estimated to be \$700,000-\$1,425,000 in the 99-01 biennium and \$725,000-\$1,470,000 in the 01-03 biennium. This is based upon an assumption that the NDUS will attract from 100-200 new students from the MHEC states. These students would pay 150% of the ND resident tuition rate. The tuition rates included in the executive budget were used for calculation purposes. These were increased by an additional three percent per year for subsequent biennia.