

FISCAL NOTE
Requested by Legislative Council
03/24/2011

Amendment to: Engrossed
SB 2210

1A. State fiscal effect: *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2009-2011 Biennium		2011-2013 Biennium		2013-2015 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures						
Appropriations						

1B. County, city, and school district fiscal effect: *Identify the fiscal effect on the appropriate political subdivision.*

2009-2011 Biennium			2011-2013 Biennium			2013-2015 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

2A. Bill and fiscal impact summary: *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

Engrossed SB 2210 with House Amendments creates a housing incentive fund that the ND Housing Finance Agency may use to assist with unmet housing needs. Sections 4 through 7 of the bill create a new tax credit for income and financial institution tax purposes for contributing to the fund.

B. Fiscal impact sections: *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Sections 4 through 7 of the bill create a new tax credit for income and financial institution tax purposes. With respect to the financial institution tax, the credit only offsets the state general fund portion of the tax.

The credit is equal to the amount contributed to the new housing incentive fund, but no more than 20 percent (or one-fifth) of the total credit may be used in any tax year. If the credit exceeds the tax for the year, the unused portion may be carried forward up to 10 tax years.

The bill sets a ceiling on the fiscal impact to the state general fund of \$4 million for 2011-13 biennium; however, the actual decrease, if any, in state general fund revenues cannot be determined because the extent to which taxpayers will contribute to the new housing incentive fund is not known.

3. State fiscal effect detail: *For information shown under state fiscal effect in 1A, please:*

A. Revenues: *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

B. Expenditures: *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and*

appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.

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