

FISCAL NOTE
Requested by Legislative Council
02/06/2017

Amendment to: HB 1240

- 1 A. **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.*

	2015-2017 Biennium		2017-2019 Biennium		2019-2021 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$20,100	\$0	\$41,100	\$0	\$41,100
Expenditures	\$0	\$13,390	\$0	\$41,100	\$0	\$41,100
Appropriations	\$0	\$13,390	\$0	\$41,100	\$0	\$41,100

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

	2015-2017 Biennium	2017-2019 Biennium	2019-2021 Biennium
Counties	\$0	\$0	\$0
Cities	\$0	\$0	\$0
School Districts	\$0	\$0	\$0
Townships	\$0	\$0	\$0

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

This bill adds an industrial hemp applicant fee of \$150 and increases the per acre fee from \$5 to \$25.

- 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.*

Section 1 of this bill adds an industrial hemp applicant fee of \$150 and increases the per acre fee from \$5 to \$25. Section 2 of this bill adds an emergency clause.

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.*

The revenue amount is determined by the following: 13 applicants per year X \$150 = \$1,950; 700 acres combined for all applicants X \$25 = \$17,500; 22 applicant background checks per year X \$50 = \$1,100; \$20,550 X 2 years = \$41,100. All revenue will be deposited in the agriculture commissioner's operating fund. The revenue amount for the 15-17 biennium is based on the following: 13 applicants X \$150 = \$1,950; 700 acres X \$25 = \$17,500; 13 background checks X \$50 = \$650.

- 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.*

The agriculture commissioner will have expenditures to oversee industrial hemp growing and harvest seasons and processing. All expenditures will come out of the agriculture commissioner's budget (HB 1009/HB 1069) salaries and operating line items. Expenditures will be primarily for staff time in the field, laboratory testing, travel, supplies, printing, and postage. The expenditures for the 15-17 biennium only account for a portion of the industrial hemp growing season. Additional expenditures will be incurred in the 17-19 Biennium.

- 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

The appropriation amount matches the expenditures amount. The appropriation was not included in either HB 1009 or HB 1069. The agriculture commissioner will request that HB 1009/HB 1069 be amended to include special fund salary and operating authority for the 17-19 Biennium if this bill passes.

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