

FISCAL NOTE
Requested by Legislative Council
12/28/2020

Bill/Resolution No.: HB 1026

- 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.*

	2019-2021 Biennium		2021-2023 Biennium		2023-2025 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$305,700	\$0	\$305,700	\$0
Expenditures	\$0	\$0	\$43,500	\$0	\$43,500	\$0
Appropriations	\$0	\$0	\$43,500	\$0	\$43,500	\$0

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

	2019-2021 Biennium	2021-2023 Biennium	2023-2025 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 combines state warehouse and facility based grain buyer licenses and creates a new grain processor and broker license.

- 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.*

This bill combines state warehouse facility based grain buyer licenses and creates a new grain processor and broker license. The current license fees are the following:

State warehouse facility: \$650-\$1,200 (2-year license)
 Grain buyer: \$300-\$400 (1-year license)

The new license fee structure is \$400, \$800, and \$1,200 based on a scale of purchases.

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 revenues are based on the new licensing scale applied to the current number of licenses. The agriculture commissioner currently issues 462 licenses. The revenue will be deposited in the general fund.

- 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 expenditure amount is based on the increase in the required inspections associated with licensing. The expenditures are for increased inspector travel and information technology updates and maintenance. The expenditures will come out of the agriculture commissioner's budget - operating line item (60230).

- 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 expenditure amount. This bill and the agriculture commissioner's appropriation bill (HB 1009) do not contain any appropriation language to cover these additional expenditures.

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