FISCAL NOTE HOUSE BILL NO. 1578 LC# 25.1259.01000 01/23/2025

1 - 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.

	2023-2025 Biennium		2025-2027 Biennium		2027-2029 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues			\$(16,499)	\$(16,498)	\$(16,499)	\$(16,498)
Expenditures						
Appropriations						

2 - County, City, School District, and Township Fiscal Effect

Identify the fiscal effect on the appropriate political subdivision.

	2023-2025 Biennium	2025-2027 Biennium	2027-2029 Biennium
Counties			
Cities			
School Districts			
Townships			

3 - 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 will waive the excise tax for a tow lien and decrease the motor vehicle excise tax revenue.

4 - Fiscal Impact Sections Detail

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 provides for an exemption to excise tax on a motor vehicle taken into custody of a commercial towing service that were not reclaimed under section 23.1-15-06.

5 - Revenues Detail

For information shown under state fiscal effect in 1 or 2, please explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.

This revenue would decrease the distribution of the motor vehicle excise tax which is currently split 50% to the General Fund and 50% to the Flexible Transportation Fund.

The number of abandoned vehicles not reclaimed under 23.1-15-06, along with the associated excise tax paid is:

2023 - 282 vehicles titled and excise tax paid of \$14,382

2024 - 272 vehicles titled and excise tax paid of \$18,615

Motor Vehicle estimates the counts would be similar for the 25-27 and 27-29 biennium. Therefore, the biennial fiscal impact is estimated to be \$32,997 per biennia.

6 - Expenditures Detail

For information shown under state fiscal effect in 1 or 2, please explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.

There are no expenditure changes.

7 - Appropriations Detail

For information shown under state fiscal effect in 1 or 2, please 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.

There are no appropriations changes.

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Date Prepared: 01/23/2025