

FISCAL IMPACT REPORT

This report reflects floor action through Wednesday, April 24, 2019, for bills under consideration which contain either a state revenue impact, an appropriation, or a state fiscal impact that is not included in state agency appropriation bills, unless indicated by an asterisk (*). An asterisk indicates the bill's fiscal impact is reflected in budget status.

SECTION A - STATE REVENUE IMPACT

Bill No.	Description (Sponsor)	Committee	Effect on Revenues	
			General Fund	Other Funds
1040	Income taxes - Provides up to \$1 million of total individual and corporate income tax credits per year related to manufacturing and automation incentives (Legislative Management) (Passed Both Chambers)		(\$2,000,000) *	
1053	Income taxes - Provides an income tax deduction for individuals, including their survivors, who receive military retirement pay for service in the United States armed forces, National Guard, or their reserve components (Representative Vetter) (Passed Both Chambers)		(\$3,000,000) *	
1066	Oil and gas tax collections - Changes the oil and gas tax allocation formulas, including the allocations to political subdivisions, and provides allocations to newly created infrastructure funds (Representative Nathe) (Passed Both Chambers)		\$100,000,000 *	(\$83,500,000)
1097	Sales and use tax - Repeals sections related to Sunday closing laws and allows retail establishments to open for business Sunday mornings (Representative Roers Jones) (Passed Both Chambers)		Cannot be determined	Cannot be determined
1100	Departmental collections - Authorizes the Department of Human Services to establish nonrefundable application fees (Department of Human Services) (Passed Both Chambers)			\$25,350
1101	Departmental collections - Authorizes the Adjutant General to create and operate a service member, veteran, family, and survivor support program (Adjutant General) (Passed Both Chambers)			\$80,000
1106	Insurance premium tax - Provides for an insurance premium tax credit for the payment of an assessment related to the invisible reinsurance pool (Insurance Commissioner) (Passed Both Chambers)		(\$31,702,006) *	
1111	Income taxes - Provides for an alternative method of calculating the credit allowed for qualified research expenses incurred within the state (Representative Headland) (Passed Both Chambers)		(\$700,000) *	
1115	Departmental collections - Continues the requirement for the Department of Human Services to process and pay inmate health care costs (Department of Human Services) (Passed Both Chambers)			\$500,000
1120	Departmental collections - Authorizes the State Board of Higher Education to sell the arts building located at Dickinson State University (Representative Lefor) (Passed Both Chambers)			\$725,000
1131	Departmental collections - Authorizes the Department of Veterans' Affairs to accept additional donations for the benefit of resident North Dakota veterans (Representative Laning) (Passed Both Chambers)		Cannot be determined	Cannot be determined

Bill No.	Description (Sponsor)	Committee	Effect on Revenues	
			General Fund	Other Funds
1174	Income taxes - Provides an income tax deduction for the portion of Social Security benefits that are taxed on an individual's federal income tax return (Representative Bellev) (Passed Both Chambers)		(\$7,300,000) *	
1194	Departmental collections - Provides for 40 percent of any cost-savings resulting from tribal care coordination agreements to be deposited in the general fund (Representative Keiser) (Passed Both Chambers)		\$2,954,445 *	\$4,431,668
1202	Mineral royalties - Changes the definitions of navigable waters and sovereign lands which may impact the state's royalty interests (Representative Delzer) (Passed Both Chambers)		Cannot be determined	Cannot be determined
1205	Sales and use tax - Extends the expiration date of a sales and use tax exemption related to the construction of a fertilizer or chemical processing plant and provides a sales tax exemption related to the construction of a qualifying natural gas processing plant (Representative Dockter) (Passed Both Chambers)		Cannot be determined	Cannot be determined
1219	Departmental collections - Authorizes the Insurance Commissioner to collect application and renewal fees for licensing public adjusters (Representative Keiser) (Passed Both Chambers)			\$8,625
1286	Departmental collections - Deposits proceeds from the sale of confiscated property in the Attorney General's assets forfeiture fund instead allowing state and local law enforcement to retain the funds (Representative Becker) (Passed House) (Passed Senate)		Cannot be determined	Cannot be determined
1291	Motor vehicle registrations - Provides the option for a one-time permanent trailer registration and establishes the fee (Representative Mock) (Passed Both Chambers)		Cannot be determined	Cannot be determined
1292	Motor vehicle excise tax - Allows for certain reductions to the purchase price of a vehicle resulting in a decrease in motor vehicle excise tax collections (Representative Schmidt) (Passed Both Chambers)		(\$155,200) *	(\$14,800)
1320	Beginning balance - Transfers \$15 million from the general fund to the Theodore Roosevelt presidential library and museum endowment fund during the 2017-19 biennium reducing the transfer to the budget stabilization fund (Representative Pollert) (Passed House) (Passed Senate)		\$0	
1349	Departmental collections - Changes the industrial hemp license fee structure (Representative Monson) (Passed Both Chambers)			(\$142,925)
1384	Income taxes - Expands the individual income tax credit for charitable contributions to include donations to any qualified North Dakota nonprofit private school (Representative Nathe) (Passed Both Chambers)		Cannot be determined	Cannot be determined
1391	Departmental collections - Authorizes the Insurance Commissioner to collect licensing fees related to self-service storage insurance (Representative Keiser) (Passed Both Chambers)			\$10,000
1406	Income taxes - Expands an existing corporate income tax credit for hiring an individual who is developmentally disabled or chronically mentally ill (Representative J. Nelson) (Passed Both Chambers)		Cannot be determined	Cannot be determined

Bill No.	Description (Sponsor)	Committee	Effect on Revenues	
			General Fund	Other Funds
1439	Various taxes - Provides an oil extraction tax exemption for certain incremental oil production and provides a sales tax exemption from materials used in secure geological storage of carbon dioxide (Representative Porter) (Passed Both Chambers)		Cannot be determined	Cannot be determined
1475	Income taxes - Creates an individual income tax credit for individuals whose employers include higher education expense reimbursements in taxable wages (Representative Mitskog) (Passed Both Chambers)		Cannot be determined	Cannot be determined
1516	Departmental collections - Retains additional civil filing fees in the indigent civil legal services fund decreasing the deposits in the general fund (Representative Longmuir) (Passed Both Chambers)		(\$69,360) *	\$69,360
2061	Motor vehicle registrations - Provides an annual road use fee of \$110 for electric vehicles, \$50 for plug-in hybrid vehicles, and \$20 for electric motorcycles (Senator Kreun) (Passed Both Chambers)		Cannot be determined	Cannot be determined
2065	Departmental collections - Increases the maximum fund balance limit of the State Forester reserve account from \$1 million to \$1.5 million and the minimum fund balance limit from \$700,000 to \$1.2 million (State Forester) (Passed Both Chambers)			\$80,000
2085	Departmental collections - Authorizes Job Service North Dakota to sell real property located in Rolla (Job Service North Dakota) (Passed Both Chambers)			\$85,000
2090	Departmental collections - Changes the fee structure of water permit applications (State Engineer) (Passed Both Chambers)			\$60,000
2093	Departmental collections - Provides an increase to the annual licensing fee for financial institutions from \$450 to one-quarter of 1 percent of transactions, not to exceed \$2,500, and provides for a minimum fee of \$500 (Department of Financial Institutions) (Passed Both Chambers)			\$112,008
2102	Departmental collections - Requires discount medical plan organizations to register with the Insurance Commissioner, for a fee of \$500 and to renew on an annual basis for \$250 (Insurance Commissioner) (Passed Both Chambers)			\$15,000
2115	Departmental collections - Deposits child support penalties in a special fund maintained by the Department of Human Services rather than the general fund (Department of Human Services) (Passed Both Chambers)		(\$14,000) *	\$14,000
2162	Gaming tax - Increases the limit of prizes that may be awarded by a charitable organization without a state gaming license (Senator Vedaa) (Passed Both Chambers)		(\$88,800) *	
2165	Sales and use tax - Provides a sales tax exemption for the purchase of a qualified replacement watercraft (Senator Vedaa) (Passed Both Chambers)		Cannot be determined	Cannot be determined
2192	Departmental collections - Allows the Tax Department to collect fees for administering a county lodging tax (Senator Bekkedahl) (Passed Both Chambers)		Cannot be determined	Cannot be determined

Bill No.	Description (Sponsor)	Committee	Effect on Revenues	
			General Fund	Other Funds
2210	Departmental collections - Authorizes an additional certification fee to grow more medical marijuana plants (Representative Klein) (Passed Both Chambers)			\$50,000
2224	Transfer - Research North Dakota fund - Transfers the balance in the centers of excellence and centers for research excellence funds to the research North Dakota fund, transfers \$700,000 from the research North Dakota fund to the bioscience innovation grant fund, and transfers the balance in the research North Dakota fund to the general fund on June 30, 2021 (Senator Wanzek) (Passed Both Chambers)		\$581,000 *	(\$700,000) \$700,000
2249	Oil and gas tax collections - Creates the State Energy Research Center and allocates up to \$5 million from oil and gas tax revenues to the fund reducing the allocations to the strategic investment and improvements fund (Senator Holmberg) (Passed Both Chambers)			(\$5,000,000) \$5,000,000
2257	Various taxes - Authorizes the Governor to enter state-tribal agreements with any tribe regarding the administration of alcohol and tobacco taxes (Senator Cook) (Passed Both Chambers)		Cannot be determined	Cannot be determined
2258	Sales and use tax - Authorizes the Governor to enter state-tribal agreements with any tribe regarding the administration of sales and use taxes (Senator Cook) (Passed Both Chambers)		Cannot be determined	Cannot be determined
2293	Departmental collections - Increases the fee on motorboat licenses and deposits the collections into the aquatic nuisance species program fund (Senator Oehlke) (Passed Both Chambers)			\$1,806,145
2297	Beginning balance - Appropriates \$49.9 million to institutions of higher education for capital construction projects during the 2017-19 biennium reducing the transfer to the budget stabilization fund (Senator Wardner) (Passed Senate) (Passed House)		\$0	
2312	Oil and gas tax collections - Changes the allocation of oil and gas tax revenue associated with oil production on tribal lands increasing the allocation to the Three Affiliated Tribes and decreasing the allocation to the state (Senator Kannianen) (Passed Both Chambers)			(\$28,700,000)
2315	Departmental collections - Changes the availability of land for hunting which may affect the sale of hunting licenses (Senator Erbele) (Passed Senate) (Passed House)		Cannot be determined	Cannot be determined
2331	Wind generation tax - Changes the allocation of the wind generation tax to distribute 33 percent of the revenue to the general fund rather than political subdivisions (Senator Erbele) (Passed Both Chambers)		Cannot be determined	Cannot be determined
2338	Sales and use tax - Changes the definition of retailer resulting in an increase in sales and use tax collections from remote sellers (Senator Cook) (Passed Both Chambers)		Cannot be determined	Cannot be determined
2362	Oil and gas tax collections - Changes the method of allocating oil extraction tax revenues increasing the allocations to the common schools trust fund, the foundation aid stabilization fund, and the resources trust fund and decreasing the allocations to the strategic investment and improvements fund (Senator Cook) (Passed Both Chambers)			(\$99,900,000) \$99,900,000
Total effect on revenues (excluding bills reflected in budget status)			\$0	(\$104,285,569)

SECTION B - HOUSE BILLS - APPROPRIATION OR STATE FISCAL IMPACT

Bill No.	Description (Sponsor)	Committee	Appropriation		Effect on Expenditures	
			General Fund	Other Funds	General Fund	Other Funds
1032	Health and welfare - Requires the Department of Human Services to establish and revise a sliding fee schedule annually for the service payments for elderly and disabled program (Legislative Management) (Passed Both Chambers)				\$624,051	
1099	Health and welfare - Allows changes to the delegation of administration of medications to a qualified service provider, agency foster home for adults, criminal history investigations, and implementation of residential habilitation and community support services in a residential or private setting (Department of Human Services) (Passed Both Chambers)				\$3,365,022	\$3,382,543
1101	Public safety - Provides a continuing appropriation to the Adjutant General to accept and expend funds for a service member, veteran, family, and survivor support program (Adjutant General) (Passed Both Chambers)					\$80,000
1115	Health and welfare - Provides for the Department of Human Services to continue processing county jail claims (Department of Human Services) (Passed Both Chambers)					\$500,000
1124	Health and welfare - Requires the Department of Human Services to include the cost of computer software and cloud-based services as a passthrough cost rather than an indirect care cost for nursing homes (Representative Weisz) (Passed Both Chambers)				\$848,300 *	\$848,301 *
1141	Regulatory - Exempts officers and employees of the Bank of North Dakota from the state classified system (Representative Keiser) (Passed Both Chambers)					Cannot be determined
1171	Regulatory - Creates a skilled workforce student loan repayment program and a skilled workforce scholarship program using current earnings and undivided profits of the Bank of North Dakota (Representative Grueneich) (Passed House) (Passed Senate)					\$6,000,000
1183	Public safety - Removes mandatory sentences for offenses relating to controlled substances (Representative Kading) (Passed Both Chambers)				Cannot be determined	Cannot be determined
1194	Health and welfare - Provides a continuing appropriation to the Department of Human Services for tribal health care coordination agreements (Representative Keiser) (Passed House) (Passed Senate)				(\$7,386,113)	\$11,817,781
1202	Education - Provides for the State Engineer to review and determine the navigability of bodies of water (Representative Delzer) (Passed House) (Passed Senate)				Cannot be determined	Cannot be determined
1219	Regulatory - Requires the Insurance Commissioner to license public adjusters (Representative Keiser) (Passed Both Chambers)					\$112,970

Bill No.	Description (Sponsor)	Committee	Appropriation		Effect on Expenditures	
			General Fund	Other Funds	General Fund	Other Funds
1313	General government - Requires missing and murdered indigenous people to be included in the criminal justice information sharing system (Representative Buffalo) (Passed Both Chambers)				\$75,000	
1318	Health and welfare - Removes the \$6,000 limit for pre-need funeral service contracts, prepayments, and deposits when determining eligibility for medical assistance (Representative Lefor) (Passed Both Chambers)				\$333,592 *	\$333,592 *
1333	Regulatory - Establishes the innovation grant fund to support technology advancement grant program and committee with a transfer of Bank of North Dakota profits (Representative Nathe) (Passed House) (Passed Senate)					\$15,000,000
1349	Agriculture and economic development - Establishes maximum industrial hemp producer and processor fees and provides for regulation of the program by the Agriculture Commissioner (Representative Monson) (Passed Both Chambers)				\$112,000	\$84,000
1374	Health and welfare - Requires the Department of Human Services to administer pharmacy services for Medicaid Expansion (Representative M. Nelson) (Passed House) (Passed Senate)				(\$726,515)	(\$5,102,775)
1383	Agriculture and economic development - Provides an appropriation from the environmental impact mitigation fund to the Agriculture Commissioner to provide grants to political subdivisions for the mitigation of environmental impacts (Representative Brandenburg) (Passed Both Chambers)					\$5,000,000 *
1395	Health and welfare - Requires individuals convicted of child abuse to complete certain evaluations and participate in treatment based on court recommendations (Representative Schauer) (Passed Both Chambers)				\$371,762	
1429	Education - Transfers the teacher shortage loan forgiveness program from the North Dakota University System to the Department of Public Instruction and allows the department to continue funding from the 2017-19 biennium, which is transferred from the University System (Representative Schreiber-Beck) (Passed House) (Passed Senate)				\$606,607 \$2,103,393 *	
1435	General government - Provides appropriations from the strategic investment and improvements fund and Bank of North Dakota profits and provides a Bank of North Dakota line of credit to the Information Technology Department for the statewide interoperable radio network (Representative Bosch) (Passed House) (Passed Senate)					\$120,000,000 *
1515	Health and welfare - Requires the Department of Human Services to expand medical assistance coverage for pregnant women at certain percentages of the federal poverty level (Representative Mitskog) (Passed Both Chambers)				\$815,973 *	\$815,973 *

Bill No.	Description (Sponsor)	Committee	Appropriation		Effect on Expenditures	
			General Fund	Other Funds	General Fund	Other Funds
1517	Health and welfare - Requires the Department of Human Services to provide crisis support services in each region for individuals with an intellectual disability (Representative Schneider) (Passed House) (Passed Senate)				\$469,961	\$469,960
1521	General government - Provides an appropriation to the Ethics Commission for the operations of the commission, including authorization to hire 2 FTE positions (Representative Pollert) (Passed House) (Passed Senate)		\$517,155 *		\$517,155 *	
Total appropriations and effect on expenditures (Section B - House bills)			\$0	\$0	(\$2,488,225)	\$32,344,479

SECTION C - SENATE BILLS - APPROPRIATION OR STATE FISCAL IMPACT

Bill No.	Description (Sponsor)	Committee	Appropriation		Effect on Expenditures	
			General Fund	Other Funds	General Fund	Other Funds
2106	Health and welfare - Provides for the children's health insurance program to use the traditional Medicaid fee schedule and changes the administrative functions of the program (Department of Human Services) (Passed Both Chambers)				(\$1,889,626) *	(\$4,167,513) *
2124	Health and welfare - Provides for a statewide program creating human service zones for county social services (Department of Human Services) (Passed Both Chambers)					\$172,300,000 *
2146	Natural resources - Provides a contingent general fund appropriation to the State Historical Society for a grant to relocate Pioneer Village and requires the State Fair provide \$100,000 for matters relating to Pioneer Village (Senator O. Larsen) (Passed Senate) (Passed House)		\$150,000 *		\$150,000 *	\$100,000 *
2148	General government - Provides an appropriation and 2 FTE positions to the North Dakota Ethics Commission for the purposes of defraying expenses of the commission (Senator Mathern) (Passed Senate)	HEC	\$517,155 *		\$517,155 *	
2153	General government - Allows the court system to provide services to juveniles adjudicated in tribal court (Senator Poolman) (Passed Both Chambers)				Cannot be determined	Cannot be determined
2195	Public safety - Provides an appropriation to the Adjutant General to defray the costs of veterans' spouses and dependents burial fees at the Veterans' Cemetery (Senator Marcellais) (Passed Both Chambers)		\$175,000 *		\$175,000 *	
2211	Education - Authorizes the Board of University and School Lands to contract with an engineering and surveying firm to analyze ordinary high water mark findings and determine the acreage adjustments. The bill also provides an appropriation from the strategic investment and improvements fund to the board for legal expenses. (Senator Bekkedahl) (Passed Senate) (Passed House)					\$2,000,000
2214	Education - Provides a transfer of \$75 million from the foundation aid stabilization fund to the school construction assistance revolving loan fund, of which \$35 million is from funding available on June 30, 2019, and \$40 million is from earnings anticipated to be deposited into the fund during the 2019-21 biennium (Senator Schaible) (Passed Senate) (Passed House)					\$75,000,000
2224	Agriculture and economic development - Provides a transfer from the Research North Dakota fund to the bioscience innovation grant fund, of which \$200,000 may be awarded to develop bioscience companies. Any balance in the research North Dakota fund is required to be transferred to the general fund on June 30, 2021. (Senator Wanzek) (Passed Senate) (Passed House)					\$700,000

Bill No.	Description (Sponsor)	Committee	Appropriation		Effect on Expenditures	
			General Fund	Other Funds	General Fund	Other Funds
2249	General government - Establishes a state energy research center fund with oil and gas gross production and extraction tax revenue and provides a continuing appropriation to the State Energy Research Center (Senator Holmberg) (Passed Both Chambers)					\$5,000,000
2265	Education - Appropriates funding for rapid enrollment grants for school districts from the foundation aid stabilization fund to the Department of Public Instruction and funding for research based literacy intervention services from the general fund to the Department of Commerce and increases state aid payable to school districts (Senator Schaible) (Passed Senate) (Passed House)			\$3,600,000 *	\$109,810,892 *	\$3,600,000 *
2293	Natural resources - Creates an aquatic nuisance species program fund. Appropriates \$467,100 from the state game and fish fund for aquatic nuisance species education, inspection, and monitoring programs beginning in the 2017-19 biennium. Appropriates \$1.5 million from the aquatic nuisance species program fund to the Game and Fish Department for use in aquatic nuisance species education, inspection, and monitoring programs. (Senator Oehlke) (Passed Senate) (Passed House)			\$1,500,000 *		\$1,500,000 *
2297	Regulatory - Allows the Industrial Commission to issue bonds for certain North Dakota University System capital projects and provides funding for other projects in the 2017-19 biennium and allows an exemption to carryover unexpended funds for those capital projects into the 2019-21 biennium (Senator Wardner) (Passed Senate) (Passed House)			\$178,200,000 *		\$178,200,000 *
2315	Natural resources - Requires the Game and Fish Department and the Tourism Division of the Department of Commerce to provide public education and marketing regarding the changes to land access (Senator Erbele) (Passed Senate) (Passed House)				Cannot be determined	Cannot be determined
2347	General government - Provides for a Medicaid fraud control unit in the Attorney General's office (Senator K. Roers) (Passed Both Chambers)				\$77,053 \$104,680 *	\$693,471 \$942,122 *
Total appropriations and effect on expenditures (Section C - Senate bills)			\$0	\$0	\$77,053	\$83,393,471
Total appropriations and effect on expenditures (Section B - House bills)			0	0	(2,488,225)	32,344,479
Grand total appropriations and effect on expenditures (excluding bills reflected in budget status)			\$0	\$0	(\$2,411,172)	\$115,737,950