

FISCAL NOTE

Requested by Legislative Council

03/24/2003

Amendment to: HB 1309

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.*

2001-2003 Biennium		2003-2005 Biennium		2005-2007 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.*

2001-2003 Biennium			2003-2005 Biennium			2005-2007 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

2. **Narrative:** *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

Engrossed HB 1309 with Senate Amendments provides a corporate income tax credit for costs associated with retrofitting facilities for the purpose of producing or blending biodiesel fuel. It is uncertain how many corporations will utilize this credit, or what the costs will be. Therefore, the fiscal impact of that section cannot be determined.

The bill also allows a special fuels tax reduction for fuel containing biodiesel. It is unknown how much biodiesel fuel will actually be used in the state during the 2003-05 biennium. If ten percent of special fuels contains biodiesel, the total fiscal impact would be a biennial reduction in highway distribution, county and cities funds of -\$333,000. (Additional work estimating the extent of likely biodiesel usage is continuing.)

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, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

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