

FISCAL NOTE

Requested by Legislative Council

01/21/2003

Bill/Resolution No.: HB 1405

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.*

This bill would provide that State Fleet vehicles driven less than 3,500 miles per year and assigned to institutions under the control of the state board of higher education are to be exempted from the state fleet upon request. It is impossible to accurately determine the full fiscal impact of this bill as we do not know how many vehicles would be requested to be exempted from the fleet. However, we can provide some general fiscal information that may be informative.

It is estimated that approximately 235 light vehicles and 20 trucks could be eligible for exemption. If these vehicles were removed from the fleet, the remaining vehicles in the affected groups would have to continue to absorb all of the fixed costs and remaining vehicle replacement costs that have not yet been fully amortized. As a result, the current rate of \$1.02 would likely more than double.

In summary, if no vehicles were removed from the fleet, there would be no fiscal impact. If vehicles were exempted, the cost per mile for the remaining vehicles would increase.

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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Date Prepared: 02/03/2003