

FISCAL NOTE

Requested by Legislative Council
01/23/2001

Bill/Resolution No.: HB 1464

Amendment to:

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.*

	1999-2001 Biennium		2001-2003 Biennium		2003-2005 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.*

1999-2001 Biennium			2001-2003 Biennium			2003-2005 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.*

HB 1464, if enacted, will eliminate the income limitation for the tax exemption for farm residences which may result in a reduction of the total taxable value of political subdivisions. While HB 1464 could decrease the value of taxable property of counties, cities, and school districts, it does not mandate a decrease in property taxes. Any change in revenue will be the result of decisions as to the level at which local government services will be funded, and not as a result of the passage of HB 1464. This bill alone causes no fiscal effect to the counties, cities, or school districts. There will be an indeterminable decrease in property tax revenue for the one-mill state medical center levy.

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.*

Name: Kathryn L. Strombeck
Phone Number: 328-3402

Agency: Tax Department
Date 01/29/2001
Prepared: