

# FISCAL NOTE

Requested by Legislative Council

03/11/2005

Amendment to: Reengrossed  
SB 2157

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.*

	2003-2005 Biennium		2005-2007 Biennium		2007-2009 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures			\$2,900,000			
Appropriations						

1B. **County, city, and school district fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

2003-2005 Biennium			2005-2007 Biennium			2007-2009 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.*

SB 2157 Second Engrossment with House Amendments broadens the scope of the homestead credit program, using the federal poverty level and increasing the maximum deductions from taxable value. The definition of a qualified renter is also broadened.

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.*

Based on 2004 program costs, and estimating the number of new persons who would qualify, it is estimated that the provisions of re-engrossed SB 2157 with House Amendments would increase the cost of the homestead credit program by approx. \$2.9 million for the 2005-07 biennium.

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.*

The appropriation for the Homestead Credit program would need to be increased to fund the provisions of Reengrossed SB 2157 with House Amendments.

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**Agency:** Office of Tax Commissioner  
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