

# FISCAL NOTE

Requested by Legislative Council  
04/21/2005

Amendment to: SB 2359

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						
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 2359 with Conference Committee Amendments allows compensation for administrative expenses to be claimed by retailers or certified service providers under the streamlined sales tax project, in a manner similar to that allowed to in-state retailers with a physical presence in North Dakota. The compensation is limited to the lesser of 1.5% of the tax collected, or the amount provided by the terms of the streamlined sales tax agreement.

The fiscal impact of the provisions of SB 2359 with Conference Committee Amendments cannot be determined as it is dependent upon the amount of new sales tax revenue that will be received from out-of-state retailers who voluntarily register and collect North Dakota sales tax because of the enactment of the streamlined sales tax project.

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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**Agency:** Office of Tax Commissioner  
**Date Prepared:** 04/21/2005

