FISCAL NOTE

Bill #:	SB0320	**Title:**	State purchase of renewable fuel vehicles
Primary Sponsor:	Sam Kitzenberg	**Status:**	2nd Reading – 2nd House

Sponsor signature Date

Chuck Swysgood, Budget Director Date

Fiscal Summary

	FY 2002 Difference	FY 2003 Difference
Expenditures:	**0**	**0**
Revenue:	**0**	**0**
Net Impact on General Fund Balance:	**$0**	**$0**

Yes	No		Yes	No	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached		X	Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

1. As SB 320 currently reads, there will be no impact to the state until an ethanol plant is in full production.
2. There will be no plant in production until the 2005 biennium.

LONG-RANGE IMPACTS:

1. The 2001 State of Montana Spring Bid for vehicles resulted in vehicles that can be powered by renewable fuels as the successful bidder at $15,453 per vehicle. This was lower than other vehicles that do not have the renewable fuel option.
2. E-85 fuel is currently approximately $.35 higher than gasoline purchased through the state bulk fuel contract and will remain so.