

FISCAL NOTE
Requested by Legislative Council
02/20/2009

Amendment to: HB 1324

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.*

	2007-2009 Biennium		2009-2011 Biennium		2011-2013 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues					(\$100,000,000)	
Expenditures				\$100,000,000		
Appropriations				\$100,000,000		

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

2007-2009 Biennium			2009-2011 Biennium			2011-2013 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

2A. Bill and fiscal impact summary: *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

HB 1324 Second Engrossment authorizes economic stimulus payments totaling \$100 million to be allocated based on the individual income tax liability of taxpayers filing 2007 state income tax returns. The bill also reduces individual income tax rates in the 2011-13 biennium.

B. Fiscal impact sections: *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Section 1 authorizes the issuance of economic stimulus payments totaling \$100 million, to be issued before or on May 1, 2009. The bill appropriates \$100 million from the permanent oil tax trust fund for this purpose. The emergency clause contained in the first engrossment is not part of the second engrossment. Without the emergency clause, the issuance of the stimulus payments may be required to be delayed until the 2009-11 biennium.

Section 2 establishes reduced individual income tax rates beginning with tax year 2011. The rate reduction provisions are expected to reduce state general fund revenues by approximately \$100 million (plus a growth factor currently unestimated) in the 2011-13 biennium.

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, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

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