

(Prepare in triplicate)

FISCAL NOTE

Prepared in regard to:

House Bill 696  
(list bill or resolution and number, if available, or subject)

Amendment to: State Tax Department  
(list bill or resolution and number)

REQUESTED BY: Leg. Research Committee DATE OF RECEIPT 1/27 19 65

In the following space note the fiscal effect in dollars of the legislative proposal. If additional space is needed attach a supplementary sheet. Please type.

Estimated annual revenue from 2 % sales tax on alcoholic beverages, cigarettes, snuff, cigars, other tobacco products and oleomargarine	1,686,849
Estimated annual revenue from 2% sales tax on other new services that would be taxable	990,540
	<u>2,677,389</u>
Estimated annual loss in revenue by reduction from 2 1/2% to 2% (based on Budget Board estimate)	2,333,333
Estimated annual net gain	<u>\$344,056</u>
	x2
Estimated biennial net gain	<u>\$688,112</u>

Date of preparation: 2/1/65

Signed State Tax Department  
*Kenneth M. Jakes*  
By Kenneth M. Jakes