

(Prepare in triplicate)

FISCAL NOTE

Prepared in regard to:

HOUSE BILL NO. 704

(list bill or resolution and number, if available, or subject

Amentment to:

(list bill or resolution and number)

REQUESTED BY: LRG DATE OF RECEIPT January 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.

Based upon June 30, 1964 fiscal year collections at 2½%, a 3% rate would provide for a total estimated collections in the amount of \$29,279,002.32, or an increase of \$7,319,750.56 per year.

Based upon 1964 calendar year collections at 2½%, a 3% rate would provide for total estimated collections in the amount of \$30,303,330.12, or an increase of \$8,344,078.36 per year.

Above annual increases to state general fund do not include the increase in motor vehicle use taxes under section 5 of the bill, all of which under present law goes to the motor vehicle registration fund for highway purposes. Based on 1964 calendar year collection of \$343,681.15, a 3/4% increase in rate would yield an extra \$114,560.33 per year. This does not take into account a possible decrease if federal construction contracts in the state decrease, thereby, decreasing the number of trucks and automobiles that would be brought into the state by contractors for use by them.

Date of preparation: January 28, 1965

Signed Office of the State Tax  
Commissioner  
By Kenneth M. Jakes  
Kenneth M. Jakes