

(Prepare in triplicate)

FISCAL NOTE

Prepared in regard to:

SENATE BILL NO. 40

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

Amendment to:

(list bill or resolution and number)

REQUESTED BY: Leg. Research Comm. DATE OF RECEIPT 1/12 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.

~~It is estimated that this bill will provide the general fund with revenue in the amount of \$300,000 per year or \$600,000 per biennium.~~

1964 Collections were \$343,681.15
1963 Collections were 295,662.12
1962 Collections were 243,118.32
1961 Collections were 191,990.84

This indicates an annual increase of about \$50,000 per year. However, this four year period covers a period of construction activity in this state (e.g., air force bases and missile sites) that cannot be expected to continue and therefore the out-of-state trucks and cars brought in because of that will no longer be a source of motor vehicle use tax revenue. Unless some other major construction program is undertaken, which would cause many out-of-state vehicles to be brought in, it seems that the revenues from this tax will decrease. Also to be remembered is that one-half of the 1963 and all of the 1964 figures noted above includes the additional $\frac{1}{2}\%$ use tax.

Date of preparation: January 21, 1965

Signed Office of the Tax Commissioner

By Kenneth M. Jakes