

(Prepare in triplicate)

FISCAL NOTE

Prepared in regard to:

HOUSE BILL NO. 501 - SPECIAL SESSION

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

Amendment to: _____

(list bill or resolution and number)

REQUESTED BY: LRC DATE OF RECEIPT JUNE 14 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.

SEE ATTACHED FISCAL NOTE

Date of preparation: JUNE 14, 1965

Signed _____

By _____

Joe Dept
James H. Baker
Dir. of Research & Develop

FISCAL NOTE TO H.B. 501
SPECIAL SESSION, June 14, 1965

House Bill 501 provides for a temporary sales tax at the same rate, 2½%, and on the same broadened base that was enacted by the 1963 legislature and which became effective on July 1, 1963.

House Bill 501 also includes several sales tax changes made by the 1965 regular session that are not included in House Bill 698 which has been referred. Those changes are primarily technical in nature and will have only a very small and insignificant affect on sales tax revenues.

Since House Bill 501 would have the effect of putting the present 2½% sales tax on the same base into effect for the maximum six months period of July 1, 1965 through December 31, 1965, and since the tax department has collected sales and use taxes on that same basis for the same six months period in 1963 and also in 1964, the collections of sales and use taxes together for those two six months periods and the average of them are set out in the schedule below. Use tax collections are included because if the sales tax is effective July 1, 1965, the use tax will also be effective.

SCHEDULE OF COLLECTIONS

Collections during October, November and December, 1963, covering sales and use tax returns filed for the quarter year ended September 30, 1963	\$5,932,478.13
Collections during January, February and March, 1964, covering sales and use tax returns filed for the quarter year ended December 31, 1963	<u>5,882,403.68</u>
Total six months collections covering sales and use tax returns for July 1, 1963 thru December 31, 1963	<u>\$11,814,881.81</u>
Collections during October, November and December, 1964 covering sales and use tax returns filed for the quarter ended September 30, 1964	6,697,572.96
Collections during January, February and March, 1965 covering sales and use tax returns filed for the quarter ended December 31, 1964	<u>6,130,058.74</u>
Total six months collections covering sales and use tax returns for July 1, 1964, thru December 31, 1964	<u>12,827,631.70</u>
Total collections for the two six months periods	\$24,642,513.51
Multiply by	<u>X ½</u>
Average collections for each six months period	<u>\$12,321,256.81</u>