

(Prepare in triplicate)

AMENDED

FISCAL NOTE

Prepared in regard to:

HOUSE BILL 344

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

Amendment to:

(list bill or resolution and number)

REQUESTED BY:

L.R.C.

DATE OF RECEIPT

Feb. 3 1969

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.

This bill repeals installment payments of state income tax and is not itself a revenue measure. A small decrease in revenue would result because 6% simple interest is now being charged in accordance with the law on the unpaid balance to those taxpayers who are paying their state income tax by installments. No estimate of this interest income was included in the Tax Department's estimated state income tax revenue for the 1969-1971 biennium.

The administrative costs involved in processing quarterly installments, including data processing time, exceed the amount of interest now received from taxpayers who still pay on a quarterly basis.

Therefore the net effect of the repeal would be a gain to the state general fund.

Date of preparation: February 8, 1969

Signed *A. R. Hausauer*

Typed name A. R. Hausauer, Director

Tax Planning

Department State Tax Department