

(Prepare in triplicate)

FISCAL NOTE

Prepared in regard to:

House Bill 510
(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 19

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 Schedule

Date of preparation: March 13, 1969

Signed *A. R. Hausauer*

Typed name A. R. Hausauer, Director Tax Planning

Department State Tax Department

House Bill 510

	<u>ANNUAL REVENUE</u>	<u>BIENNIAL REVENUE</u>
Institutions of Higher Learning, (Public and Private)		
3% Sales tax on tickets, admissions, and amusements	\$21,530.00	\$43,060.00
3% Sales tax on books & school supplies	55,490.00	110,980.00
3% Sales tax on food services, including fraternities & Sororities	128,390.00	256,780.00
Grade Schools, Junior High Schools, and Senior High Schools (Public & Private)		
3% Sales tax on tickets, admissions, and amusements	Unknown	Unknown
3% Sales tax on books & school supplies	Unknown	Unknown
3% Sales tax on food services	<u>121,640.00</u>	<u>243,280.00</u>
Estimated revenue from House Bill 510	<u>\$327,050.00</u>	<u>\$654,100.00</u>

Explanation of above schedule:

It is estimated that a 3% sales tax on the sale of tickets, admissions, and amusements at colleges and universities would result in an increase in revenue to the state general fund of approximately \$21,530.00 per year. Data is not available from which any reliable estimate can be made of the increase in revenue to the state general fund that would result from sales tax on the sale of tickets, admissions, and amusements at grade schools, junior high schools and senior high schools.

It is estimated that a 3% sales tax on the sale of books and school supplies at college and university bookstores would result in an increase in revenue to the state general fund of approximately \$55,490.00 per year. Data is not available from which any reliable estimate can be made of the increase in revenue to the state general fund that would result from sales tax on the sale, rental, or lease of books and supplies to grade schools, junior high schools, and senior high schools.

It is estimated that a 3% sales tax on food services at colleges, universities, fraternities and sororities would result in revenue to the state general fund of approximately \$128,390.00 per year. It should be pointed out that this estimate should be decreased by an unknown amount because colleges and universities are now paying some sales tax on food purchased for one reason or another. This bill, if enacted, would exempt them from paying sales tax on the purchases of food for use by their food services departments.

It is estimated that a 3% sales tax on food services at grade schools, junior high schools, and senior high schools would result in revenue to the state general fund of approximately \$121,640.00 per year. It should be pointed out that this estimate should be decreased by an unknown amount because some grade schools, junior high schools, and senior high schools are now paying some sales tax on food purchased for one reason or another. This bill, if enacted, would exempt them from paying sales tax on the purchase of food for use by their food services departments.