

(prepare in triplicate)

FISCAL NOTE

prepared in regard to:

Senate Bill 2031

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

Amendment to: Senate Bill 2031

(List bill or resolution and number

Requested by: Legislative Council Date of receipt: March 21, 19 75


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 amendment to Senate Bill 2031 would place a severance tax upon coal in the amount of 50¢ per ton to be raised by 1¢ per ton for every 3 point rise in the wholesale price index. If adopted it would raise a total of \$12,481,739 for the 1975-77 Biennium. This figure would be reduced by the loss in sales tax on coal (\$1,574,175) leaving a net gain in state revenue of \$10,907,564. This would be distributed as follows:

1. General Fund – \$2,305,107 (includes interest on trust fund of \$134,761)
2. Trust Fund – \$3,744,521
3. Impact Fund – \$4,368,608
4. Counties – \$624,086

* This note assumes an annual increase in the wholesale price index of 6% -- a figure arrived at in consultation with Senator Stroup.

Date of preparation: March 24, 1975

Signed 

Typed Name- Clair W. Cudworth

Department Tax Department