

(prepare in triplicate)

FISCAL NOTE

prepared in regard to:

SENATE BILL 2356

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

Amendment to:

(List bill or resolution and number)

Requested by: Legislative Council Date of receipt: February 3, 1975

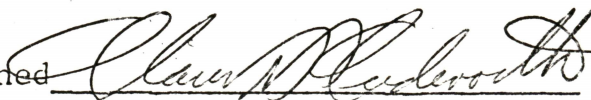
In the following space note the fiscal effect in dollars of the legislative proposal. If additional space is needed, attach a supplementary sheet. (Please type)

The language of this bill leaves it unclear as to whether electrical energy generating plants would be subject to the prepayment of tax.

Since there are no provisions in the bill to exempt co-operative electrical energy generating plants from the 2% gross receipts tax, it has been assumed that electrical energy generating plants would not be included.

This being the case there is only one plant, Michigan-Wisconsin's gasification plant, which would prepay a portion of their taxes under this bill. Assuming that construction will begin on that plant on or before July 29, 1977, Senate Bill 2356 would increase revenues to the State Treasury by \$8,000,000 for the 1975-77 Biennium. These revenues will be deposited in a special fund in the Treasury.

Date of preparation: February 6, 1975

Signed 

Typed Name- Clair W. Cudworth

Department State Tax Department