

(Prepare in triplicate)

FISCAL NOTE

Prepared in regard to:

House Bill 1546

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

Amendment to:

(List bill or resolution and number)

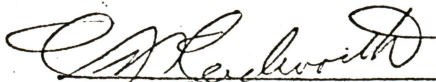
Requested by: Legislative Council Date of receipt: 1/27 1977

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)

If enacted, House Bill 1546 would reduce state general fund revenue by an estimated \$29,028,000 during the 1977-79 Biennium.

Date of preparation: 2-7-77

Signed



Typed Name C. William Cudworth

Department Tax

February 16, 1977

Prepared by the Legislative Council

BILL NO.: HB 1546

SUBJECT: Adjustments to taxable
income for corporations
and individuals

AMENDS NDCC: Subdivision c of
subsection 1 of
57-38-01.3

BILL ANALYSIS

GENERALLY, THIS BILL:

Changes current law by providing that the taxable income of a corporation shall be reduced by the amount of federal income taxes in an amount not to exceed \$100,000.00.

Changes the rate of tax on individuals, estates or trusts defined in 57-38-29 as follows:

<u>Existing Rates</u>	<u>Proposed Rates</u>
on taxable income of:	on taxable income of:
0 to \$1,000 1%	0 to \$2,000 1%
\$1,000 to \$3,000 2%	\$2,000 to \$4,000 2%
\$3,000 to \$5,000 3%	\$4,000 to \$6,000 3%
\$5,000 to \$6,000 5%	\$6,000 to \$8,000 4%
\$6,000 to \$8,000 7 1/2%	\$8,000 to \$10,000 5%
Over \$8,000 10%	\$10,000 to \$12,000 6%
	\$12,000 to \$14,000 7%
	\$14,000 to \$16,000 8%
	\$16,000 to \$18,000 9%
	Over \$18,000 10%

The new rates would be effective for all taxable years beginning on or after January 1, 1977.
