

(Please type in triplicate)

FISCAL NOTE

Prepared in regard to:

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

Amendment to: House Bill 1199

(List bill or resolution and number)

Requested by: House Finance & Taxation Date of receipt: February 10, 1981

Committee

In the following space note the fiscal effect in dollars of the legislative proposal:

Narrative:

If House Bill 1199 is enacted as amended, the estimated fiscal effect for the 1981-83 biennium would be a loss to the state's general fund as follows:

Section 1. (Original House Bill 1199) \$22,300,000 to \$22,900,000.

Because a part of the provisions in this bill were recommended by Governor Link (See House Bill 1177) the state general fund revenue forecasts relative to Governor Link's recommendation for the 1981-83 biennium have been adjusted accordingly. This revenue loss which was adjusted for the 1981-83 biennium is \$5,600,000. Therefore, the net revenue loss relative to the original House Bill 1199 is \$16,700,000 to \$17,300,000.

Section 2. (Amendment to House Bill 1199) \$600,000 to \$900,000

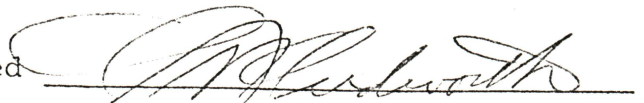
The revenue forecasts for the 1981-83 biennium should be reduced further by \$600,000 to \$900,000 because of the Section 2 amendment of House Bill 1199.

Therefore, the total net revenue loss relative to HB 1199 is \$17,300,000 to \$18,200,000.

Fiscal Effect:

<u>1981-82</u>		<u>1982-83</u>		<u>Total Biennium</u>	
<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>
	-\$7,950,000		-\$9,350,000		-\$17,300,000
	to		to		to
	-\$8,325,000		-\$9,875,000		-\$18,200,000

Signed



Typed Name C.W. Cudworth

Date Prepared: February 11, 1981

Department Tax

If additional space is needed, attach a supplementary sheet.



PROPOSED AMENDMENTS TO HOUSE BILL NO. 1199

On page 1, line 1, following the word "to" insert the following words "create and enact one new subdivision to subsection 1 of section 57-38-01.3 of the North Dakota Century Code, providing for a limited deduction of the windfall profit tax for corporations; and to"

On page 2, line 17, delete the semicolon at the end of the line

On page 2, delete lines 18, 19, and 20

On page 2, line 21, delete the words "computing taxable income"

On page 2, following line 21, insert the following new section:

"SECTION 2. A new subdivision to subsection 1 of section 57-38-01.3 of the 1979 Supplement to the North Dakota Century Code is hereby created and enacted to read as follows:

Increased by the amount of crude oil windfall profit tax enacted as Public Law No. 96-223 [94 Stat. 229], which exceeds the sum of one million dollars."

On page 2, line 22, delete the numeral "2" and  
insert in lieu thereof the numeral "3"

And renumber the lines and sections accordingly