

FISCAL NOTE

Prepared in regard to:

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

Amendment to:

House Bill 1529 (See First Engrossment attached.)

(List bill or resolution and number)

Requested by:

Legislative Council

Date of receipt:

February 19, 1981

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

Narrative:

House Bill 1529, if enacted as amended, would have the following fiscal effect which is set out in two parts.

Part I

Relating to Subsection 1 of NDCC 57-51-15. (1% portion of oil and gas production tax.) General fund revenues would be decreased by approximately \$21,000,000 for the Biennium and approximately \$21,000,000 would be provided for a special water facilities construction fund.

Fiscal Effect: 1981-82		1982-83		Total Biennium	
Special Funds	General Fund	Special Funds	General Fund	Special Funds	General Fund
+8.2M	-8.2M	+12.8M	-12.8M	+21.0M	-21.0M

Part II

Relating to Subsection 2 of NDCC 57-51-15. (4% portion of tax.) Because the Tax Department does not have data to accurately allocate by county projected oil and gas production for the 1981-83 biennium, it is impossible to accurately calculate the net fiscal effect of the limitations on county revenues set forth in this bill. Our best estimate is that the combined net fiscal effect of the proposed allocation formula and the limitation on county revenues will range from a loss to the state general fund of \$600,000 to a gain of \$1,100,000.

Fiscal Effect: (Part II only, for fiscal effect of Part I see above.)

1981-82		1982-83		Total Biennium	
Special Funds	General Fund	Special Funds	General Fund	Special Funds	General Fund

-0.6M to +1.1M

Signed C.W. Cudworth
Typed Name C.W. Cudworth

Date Prepared: February 24, 1981

Department Tax

If additional space is needed, attach a supplementary sheet.

Handwritten initials

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