

FISCAL NOTE

Prepared in regard to: Senate Bill 2239
(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: January 19, 1981

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

Narrative:

Severance Tax Revenue Loss

Based on information available to the Tax Department, it is estimated that approximately 240,000 tons of lignite will be sold for heating purposes annually from North Dakota mines during the biennium. This would result in a total loss of severance tax revenues for the biennium of approximately \$435,000. This loss would be distributed \$130,000 to the State General Fund, \$154,000 to the Coal Impact Office, \$65,000 to the Trust Fund, and \$86,000 to the Counties.

Sales Tax Revenue Gain

If Senate Bill 2239 is enacted, approximately 95,000 tons of lignite sold annually would be subject to the sales tax. The resulting increase in sales tax revenues would be approximately \$73,000 for the biennium.

Net Effect

Senate Bill, if enacted would result in a net loss to the state general fund of \$57,000 for the biennium.

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>
-\$64,000 (Impact Office)	-\$24,000	-\$90,000 (Impact Office)	-\$38,000	-\$154,000 (Impact Office)	-\$57,000
-\$27,000 (Trust Fund)		-\$38,000 (Trust Fund)		-\$ 65,000 (Trust Fund)	
-\$36,000 (Counties)		-\$50,000 (Counties)		-\$ 86,000 (Counties)	

Signed _____

Typed Name C.W. Cudworth

Date Prepared: January 28, 1981 Department Tax

If additional space is needed, attach a supplementary sheet.

AAB

This document paid for with State funds