

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: _____ Amendment to: 1726

Requested by: Legislative Council Date of Receipt: 2-16-83

Please estimate the fiscal impact of the above measure for:

State general or special funds Counties Cities

In the following space note the fiscal effect in dollars of this measure:

Narrative:

HB 1726, if enacted into law as amended (amendment attached), would decrease revenues to the State General Fund \$2,300,000 to \$4,600,000, decrease revenues to the School Aid Fund \$4,590,000 to \$9,180,000, and decrease revenues to the Oil Trust Fund \$760,000 to \$1,520,000 for the 1983-85 biennium.

An additional revenue effect caused by the amendment falls within the ranges furnished in the original fiscal note. This note does not include positive fiscal effects from any additional production caused by the proposed exemption. The industry has furnished us with limited information regarding projected additional production caused by the exemption but we did not have sufficient time to analyze this data in detail prior to the furnishing of this fiscal note. A preliminary review of this data suggests that the additional production projected by industry (approximately 960,000 obls. for the biennium) would provide \$830,000 to \$1,130,000 in offsetting revenue to the General Fund, from the oil and gas gross production tax.

State Fiscal Effect:

<u>1983-84</u>		<u>1984-85</u>		<u>Biennium Total</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>
- \$1,450,000		- \$3,140,000	- \$1,570,000	- \$4,590,000	- \$2,300,000
to	- \$ 730,000	to	to	to	to
- \$2,900,000		- \$6,280,000	- \$3,140,000	- \$9,180,000	- \$4,600,000
(School Aid)	- \$1,460,000	(School Aid)		(School Aid)	
- \$ 240,000		- \$ 520,000		- \$ 760,000	
to		to		to	
- \$ 480,000 (Trust Fund)		- \$1,040,000 (Trust Fund)		- \$1,520,000 (Trust Fund)	

County and City Fiscal Effect:

<u>1983-84</u>		<u>1984-85</u>		<u>Biennium Total</u>	
<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>

If additional space is needed, attach a supplemental sheet.

Date prepared: 2-16-83

Signed 

Typed Name C. W. Cudworth

Department Tax 

2/15/83
adopted

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1726

On page 1, line 2, delete the word "and"

On page 1, line 3, after the word "date" and before the period
insert the words "; and to declare an emergency"

On page 1, after line 12, insert the following new section:

"SECTION 3. EMERGENCY. This Act is hereby declared to
be an emergency measure and is in effect from and after its
passage and approval."

And renumber the lines accordingly