

Bill/Resolution No.: _____

Amendment to: Engrossed HB 1732

Requested by: Legislative Council

Date of Receipt: 4-11-83

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:

Engrossed HB 1732, if enacted into law as amended (amendments attached), would increase revenues to the State General fund approximately \$2,426,000 and increase revenues to the counties approximately \$1,242,000 for the 1983-85 biennium.

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>
	+\$1,217,000		+\$1,209,000		+\$2,426,000

County and City Fiscal Effect:

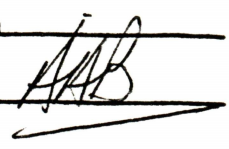
<u>1983-84</u>		<u>1984-85</u>		<u>Biennium Total</u>	
<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>
+\$21,000		+\$1,221,000		+\$1,242,000	

If additional space is needed, attach a supplemental sheet.

Date prepared: 4-11-83

Signed 

Typed Name C. William Cudworth

Department TAX 

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1732

On page 1 of the engrossed bill, line 2, after the first comma insert the numerals "57-35.1-02,"

On page 1 of the engrossed bill, line 19, overstrike the word "five" and insert immediately thereafter the word "seven"

On page 2 of the engrossed bill, after line 13, insert the following new section:

"SECTION 3. AMENDMENT. Section 57-35.1-02 of the 1981 Supplement to the North Dakota Century Code is hereby amended and reenacted to read as follows:

57-35.1-02. Imposition and basis of tax. An annual tax is hereby imposed upon each building and loan association, for the grant to it of the privilege of transacting, or for the actual transacting by it, of business within this state during any part of each tax year, commencing January 1, ~~1961~~ 1983. This tax is in lieu of all other taxes or impositions, state, county, and local, except motor vehicle fuel and special fuel taxes, sales and use taxes, including motor vehicle excise taxes, and taxes upon the real and personal property of any association, and shall be based upon and measured by the net income of each association for the preceding calendar year. The amount of the tax shall be computed by the tax commissioner at the rate of ~~five~~ seven percent of such net income. Regardless of such computation, the minimum tax assessable hereunder to any association shall be fifty dollars. The liability for the tax imposed by this chapter shall arise upon the first day of each calendar year following the year for which the net income is used as the base for measuring the tax."

On page 2 of the engrossed bill, line 21, overstrike the numeral "1970" and insert immediately thereafter the numeral "1983"

On page 2 of the engrossed bill, line 27, overstrike the word "two" and insert immediately thereafter the word "four"

On page 2 of the engrossed bill, line 32, delete the words "This Act is" and insert in lieu thereof the words "The provisions of this Act relating to the exclusion of income received from

bonds for a project as provided for in subsection 4 of section 40-57-03 are"

On page 2 of the engrossed bill, line 33, after the period insert the following sentence: "The provisions of this Act increasing tax rates are effective for taxable years beginning after December 31, 1982."

And renumber the lines, sections, and pages accordingly