

Bill/Resolution No.: 2496 Amendment to: _____

Requested by: Legislative Council Date of Receipt: 3-8-83

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:

SB 2496, if enacted into law, 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.

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. A preliminary review of this data suggests that the additional production projected by industry (approximately 960,000 bbls. 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. We have no way of verifying this additional production.

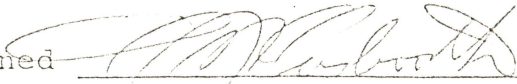
State Fiscal Effect:

<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	- \$ 730,000	- \$3,140,000	- \$1,570,000	- \$4,590,000	- \$2,300,000
to	to	to	to	to	to
- \$2,900,000	- \$1,460,000	- \$6,280,000	- \$3,140,000	- \$9,180,000	- \$4,600,000
(School Aid)		(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.

Signed 

Typed Name C. W. Cudworth

Date prepared: 3-9-83

Department Tax 