

(Return in triplicate)

FISCAL NOTE

AMENDMENTS TO FIRST ENGROSSMENT  
DATED 4-01-87

Bill/Resolution No.: \_\_\_\_\_ Amendment to: HB 1645

Requested by: LEGISLATIVE COUNCIL Date of Receipt: 4-2-87

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:

If HB 1645 is enacted with amendments to the First Engrossment (dated 4-01-87), the number of corporations which will be eligible to apply for the tax credit will increase, but the share of the qualified research expense allowed as a credit against tax liability will decrease.

Based on limited information, the combined effect of these amendments to the First Engrossment of HB 1645 will cause the low end of the fiscal note range to change from -\$35,000 to -\$45,000. However, it is important to note that information regarding the future corporate research activity in North Dakota is very limited and, therefore, it is possible that the projected negative fiscal impact may be understated for the 1987-89 biennium.

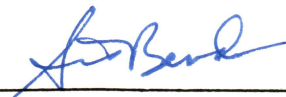
State Fiscal Effect:

<u>1987-88</u>		<u>1988-89</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>
			0		0
			to		to
			-\$45,000		-\$45,000

County and City Fiscal Effect:

<u>1987-88</u>		<u>1988-89</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 Sid Bender

Date Prepared: 4-7-87

Department Tax Department 