

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: SENATE BILL NO 2555 Amendment to: _____

Requested by: LEGISLATIVE COUNCIL Date of Receipt: 4-3-87

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 enacted, SB 2555 will increase State General Fund revenue during the 1987-89 biennium as shown below:

(SEE ATTACHMENT FOR FISCAL EFFECT ITEMIZATION)

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>
					+\$80,550,000
					to
					+\$103,685,000

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 *Sid Bender*

Typed Name Sid Bender

Date Prepared: 4-6-87

Department Tax Department

AAB

ESTIMATED 1987-1989 BIENNIUM FISCAL EFFECT

SENATE BILL 2555 (SENATOR INGSTAD)

	PROPOSED TAX RATE	1987-1989 BIENNIUM FISCAL NOTE RANGE	
		LOW	HIGH
I. EXEMPT PRODUCTS			

ELECTRICITY (ON FIRST \$100/MONTH)	5%	20,700,000	24,150,000
FOOD AND FOOD PRODUCTS	3%	29,220,000	35,220,000
WATER (ON FIRST \$100/MONTH)	5%	2,700,000	3,300,000 *
SALES AT AUCTIONS	5%	2,500,000	3,000,000
EXEMPT PRODUCT TOTAL		55,120,000	65,670,000
II. MISCELLANEOUS EXEMPTIONS			

RENTAL OF HOTEL AND MOTEL ACCOMODATIONS	5%	190,000	290,000
CABLE TELEVISION	5%	2,310,000	3,460,000
RECEIPTS FROM VENDING MACHINES	5%	LESS THAN	\$5,000
RECREATIONAL TRAVEL TRAILERS	5%	LESS THAN	\$5,000
CARPET AND DRAPERY SALES/INSTALLATION	5%	LESS THAN	\$5,000
SALES TO RESIDENTS OF MONTANA AND CANADA (ON SALES LESS THAN \$100)	5%	1,000,000	1,500,000
MISCELLANEOUS EXEMPTIONS TOTAL		3,500,000	5,250,000
III. EXEMPT SERVICES			

LAUNDRY, DRY CLEANING SERVICE	5%	2,330,000	3,150,000
BEAUTY AND BARBER SHOPS	5%	2,720,000	3,680,000
AUTOMOTIVE REPAIR	5%	8,300,000	12,800,000
FARM MACHINERY REPAIR	3%	580,000	960,000
MISCELLANEOUS REPAIR	5%	3,000,000	5,000,000
LAWN CARE SERVICES	5%	290,000	540,000
ACCOUNTING, AUDITING AND BOOKKEEPING	5%	2,620,000	3,550,000
BUSINESS SERVICES	5%	1,730,000	2,600,000
ENGINEERING, ARCHITECTURE, AND SURVEYING	5%	360,000	485,000
EXEMPT SERVICE TOTAL		21,930,000	32,765,000
GRAND TOTAL		80,550,000	103,685,000

* REVISED FISCAL EFFECT BASE