

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: _____ Amendment to: HB 1164

Requested by: Legislative Council Date of Receipt: 2-17-89

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, HB 1164 First Engrossment could reduce State General Fund revenues by up to -\$6,000,000 during the 1989-91 biennium, as shown below:

The high end of the range (-\$6,000,000) is our estimate of the potential fiscal effect should the courts determine that the Legislature, by eliminating the add back of special deductions and net operating loss provisions as stated in the legislation prior to amendment, intended to prevent their taxation. If there is no such successful litigation, the fiscal effect of HB 1164 First Engrossment is less than \$5,000.

State Fiscal Effect:

<u>1989-90</u>		<u>1990-91</u>		<u>Biennium Total</u>	
<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>
approx.		approx.		approx.	
\$ 0		\$ 0		\$ 0	
to		to		to	
-\$3,000,000		-\$3,000,000		-\$6,000,000	

County and City Fiscal Effect:

<u>1989-90</u>		<u>1990-91</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 Kathryn L. Strombeck

Typed Name Kathryn L. Strombeck

Date Prepared: 2-20-89

Department TAX

Handwritten initials: AAB