

(Return in triplicate)

FISCAL NOTE

AMENDMENTS TO THE
FIRST ENGROSSMENT

Bill/Resolution No.: _____ Amendment to: HB 1245

Requested by: Legislative Council Date of Receipt: 3-31-89

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:

HB 1245 First Engrossment as amended, annually increases the maximum allowable income of applicants for property tax credit and renter's refund by the percentage increase in the Consumer Price Index (CPI) from 1988. It also adjusts the income brackets for the homeowners credit by the CPI. The effective date is for tax years beginning after December 31, 1988 which affects taxes payable and State General Fund grants payable in 1991.

If enacted, HB 1245 First Engrossment as amended, would reduce the State General Fund by approximately -\$61,000 in the 1989-91 biennium.

There is no fiscal impact to counties and cities because the political subdivisions are reimbursed for the tax revenue lost because of this credit.

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.	
		-\$61,000		-\$61,000	

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: 4-2-89

Department TAX

AAB