

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: _____ Amendment to: HB 1641

Requested by: Legislative Council Date of Receipt: _____

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:

This bill legalizes electronic video gaming devices that simulate the play of presently legalized games of chance. This legislation would result in a positive fiscal effect for the general fund, counties, and cities. The fiscal note was developed based on statistical correlations with the state of Montana involving factors of population, tourism, and gaming culture. The positive fiscal effect is conservative.

Gaming organizations would continue to conduct commingled games of charitable gaming tickets - single games would be prohibited as of July 1, 1990.

Each device, and the manufacturers and distributors of the devices would be licensed by and pay a license fee to the Attorney General's office.

Legalization of the devices would enable organizations to operate at least an additional 200 gaming sites in small towns and provide full-time employment to several hundred more persons.

The organizations would generate an additional \$23,500,000 of charitable contributions during the 1989-91 biennium.

The material positive fiscal effect of additional corporate and individual income tax, and sales tax is undeterminable.

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>
592,670	0	1,554,790	0	2,147,460	0

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>
19,204	194,176	65,255	659,805	84,459	853,981

If additional space is needed, attach a supplemental sheet.

Signed Charles Keller

Typed Name Charles Keller

Date Prepared: February 15, 1989

Department Attorney General