

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: SB 2061 Amendment to: _____

Requested by Legislative Council Date of Request: 12-7-90

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 2061 would make the venture capital corporation tax credits available to filers of the short form, Form 37-S. All investments made pursuant to Chapter 10-30.1 NDCC would qualify for the tax credit, with no limitations. Investments made pursuant to Chapter 10-30.2 NDCC would retain the \$10,000,000 limit, with the tax credit potentially -\$2,500,000. It is impossible to determine the fiscal impact of SB 2061, however, because no limits apply to Chapter 10-30.1 investments, the negative fiscal impact potential is considerable. For example, if only 1000 taxpayers invested the average amount (\$10,000 to date), the tax credit would reduce the general fund revenues by -\$2,500,000.

State Fiscal Effect:

<u>1991-92</u>		<u>1992-93</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>

County and City Fiscal Effect:

<u>1991-92</u>		<u>1992-93</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: 12-31-90

Department TAX

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ASB