

(Return in triplicate) FISCAL NOTE

Bill/Resolution No.: SB 2063 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:

This bill allows licensed gaming organizations to deduct federal excise tax for computing adjusted gross proceeds (taxable income). Federal excise tax is a tax of one-quarter of 1% of gross proceeds of raffles, charitable gaming tickets, punchboards, sports pools, and calcuttas. The tax is imposed primarily on class A organizations (fraternal clubs).

Also, this bill allows licensed gaming organizations to deduct federal excise taxes incurred or paid for the period January 1, 1986 through July 1, 1991 from gaming net proceeds. This will result in a decrease of \$607,000 in the amount of net proceeds available for charitable contributions.

Administrative costs of \$10,000 related to forms revision and modification of a tax return computer system will be incurred. A special appropriation of \$10,000 should be made to the attorney general's office.

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>
(\$ 5,000)	0	(\$6,000)	0	(\$11,000)	0
Admin. Costs(\$10,000)	0	0	0	(\$10,000)	0

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 Charles W. Keller

Typed Name Charles W. Keller

Date Prepared: December 26, 1990

Department Attorney General

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