

FISCAL NOTE

(Return original and 10 copies)

Bill/Resolution No.: SB 2246

Amendment to: _____

Requested by Legislative Council

Date of Request: 1-22-97

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, cities, and school districts.

Narrative:

If enacted, SB 2246 changes the short form tax base from 14% of a taxpayer's adjusted federal tax liability to taxable income rates ranging from 2.10% to 5.54% of a taxpayer's taxable income. The rates and brackets contained in SB 2246 are revenue neutral for the first year after imposition. In subsequent years, there will be a small positive fiscal impact because the rates are not indexed for inflation.

2. State fiscal effect in dollar amounts:

	<u>1995-97</u> <u>Biennium</u>		<u>1997-99</u> <u>Biennium</u>		<u>1999-2001</u> <u>Biennium</u>	
	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>
Revenues:			+\$92,000			

Expenditures:

3. What, if any, is the effect of this measure on the appropriation for your agency or department:

- a. For rest of 1995-97 biennium: _____
- b. For the 1997-99 biennium: _____
- c. For the 1999-2001 biennium: _____

4. County, City, and School District fiscal effect in dollar amounts:

<u>1995-97</u> <u>Biennium</u>			<u>1997-99</u> <u>Biennium</u>			<u>1999-2001</u> <u>Biennium</u>		
<u>Counties</u>	<u>Cities</u>	<u>School</u> <u>Districts</u>	<u>Counties</u>	<u>Cities</u>	<u>School</u> <u>Districts</u>	<u>Counties</u>	<u>Cities</u>	<u>School</u> <u>Districts</u>

If additional space is needed, attach a supplemental sheet.

Signed *Kathryn L. Strombeck*

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Department Tax

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Date Prepared: 1-29-97