

FISCAL NOTE

(Return original and 10 copies)

Bill/Resolution No.: _____

Amendment to: SB 2331

Requested by Legislative Council

Date of Request: 2-20-97

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: SB 2331, as amended, codifies in §§57-35.3-01 to 57-35.3-12 existing bank tax law, except for (1) moves bank holding companies and leasing companies from the regular corporate income tax chapter to the 7% bank tax chapter, (2) provides a three year statute of limitations for refunds, and (3) allows individuals to exclude income received from a bank that is subject to the financial institution tax and that has elected subchapter S status, in theory shifting revenue from the state general fund to the counties. The fiscal impact of these changes cannot be determined. The Tax Commissioner's original estimate for administrative costs of \$30,000 - \$40,000 will remain the same.

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:

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 by sf

Typed Name Kathryn L. Strombeck

Department Tax

Phone Number 328-3402

Date Prepared: 2-26-97