

FISCAL NOTE

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Bill/Resolution No.: _____

Amendment to: Eng. SB 2331

Requested by Legislative Council

Date of Request: 3-7-97

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 engrossed, 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, (3) provides interest on refunds, and (4) 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:

1995-97 Biennium		1997-99 Biennium		1999-2001 Biennium	
General Fund	Special Funds	General Fund	Special Funds	General Fund	Special Funds

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: \$30,000 - \$40,000

c. For the 1999-2001 biennium: _____

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

1995-97 Biennium			1997-99 Biennium			1999-2001 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

If additional space is needed, attach a supplemental sheet.

Signed Kathryn L. Strombeck by self

Typed Name Kathryn L. Strombeck

Department Tax

Phone Number 328-3402

Date Prepared: 3-10-97