

## FISCAL NOTE

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Bill/Resolution No.: \_\_\_\_\_

Amendment to: HB 1108

Requested by Legislative Council

Date of Request: 2/16/99

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, cities, and school districts. Please provide breakdowns, if appropriate, showing salaries and wages, operating expenses, equipment, or other details to assist in the budget process. In a word processing format, add lines or space as needed or attach a supplemental sheet to adequately address the fiscal impact of the measure.

**Narrative:** HB 1108, if enacted as amended, will make technical changes to the telecommunications gross receipts tax to aid in administration; clarifies the tax applies only to retail sales of telecommunications service; provides audit capabilities; reduces the penalty provisions from twelve percent to ten percent per year; and removes places of temporary accommodation from a telecommunications tax liability. There is an anticipated small (less than \$5,000 per biennium) loss of revenue to the state general fund because of the reduction in penalty and loss of approximately \$24,000 annual tax paid by the places of temporary accommodation. However, the revenue loss is likely to be offset by adding audit capability.

2. **State** fiscal effect in dollar amounts:

	1997-99 Biennium		1999-2001 Biennium		2001-03 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
<b>Revenues</b>						
<b>Expenditures</b>						


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

- a. For rest of 1997-99 biennium: \_\_\_\_\_  
**(Indicate the portion of this amount included in the 1999-2001 executive budget:)**
- b. For the 1999-2001 biennium: \_\_\_\_\_  
**(Indicate the portion of this amount included in the 1999-2001 executive budget:)**
- c. For the 2001-03 biennium: \_\_\_\_\_

4. **County, city, and school district** fiscal effect in dollar amounts:

1997-99 Biennium			1999-2001 Biennium			2001-03 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

If additional space is needed  
attach a supplemental sheet.

Signed: 

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Department: Tax

Date Prepared: February 16, 1999

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