Requested by: Legislative Council Date of Receipt: 1-2-87

Please estimate the fiscal impact of the above measure for:

X State general or special funds Counties Cities

In the following space note the fiscal effect in dollars of this measure:

Narrative:

The provisions of SB-2137 will result in a <u>savings</u> to the state and local governments. The bill will eliminate the 0.1 percent tax on FICA wages of state and local government entities, used to pay administration of the state's Old Age Survivors' Insurance System and Social Security Contribution Fund. A companion bill proposes to pay these administrative costs by appropriations from the Old Age Survivors' Fund created by Section 52-09-05.

State Fiscal Effect:

| 1987-88 | | 1988-89 | | Biennium Total | |
|------------------|-----------------|------------------|-----------------|------------------|-----------------|
| Special Funds | General Fund | Special Funds | General Fund | Špecial Funds | General Fund |
| | \$148,993 | | -0- | | \$148,993 |

County and City Fiscal Effect:

| 1987-88 | | 1988-89 | | Biennium Total | |
|----------|----------|----------|--------|----------------|----------|
| Counties | Cities | Counties | Cities | Counties | Cities |
| \$31,610 | \$27,000 | | -0- | \$31,610 | \$27,000 |

If additional space is needed, attach a supplemental sheet.

Signed To Smith In

Typed Name J. T. Smith Jr.

Date Prepared: 1/6/87 Department Job Service North Dakota