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Prepared by the Legislative Council staff for
Senator Naaden
March 27, 1997

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1006

Page 1, line 10, replace "11,589,981" with "11,691,812"

Page 1, line 11, replace "4,219,055" with "4,560,817"

Page 1, line 12, replace "162,937" with "229,384"

Page 1, line 15, replace "16,325,545" with "16,835,585"

Page 1, line 17, replace "16,021,973" with "16,532,013"

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

DEPARTMENT 127 - TAX DEPARTMENT

SENATE - This amendment makes the following changes:

	HOUSE VERSION	COMPUTER SYSTEM FUNDING	REMOVE RISK MANAGEMENT PREMIUMS	FUNDING SHIFT	COSTS RELATING TO OTHER LEGISLATION	ADDITIONAL OPERATING FUNDS	TOTAL CHANGES	SENATE VERSION
Salaries and wages	$11,589,981			$69,202	$32,629[3]		$101,831	$11,691,812
Operating expenses	4,219,055	$350,000	$(50,332)	(69,202)	40,000[4]	$ 71,296	341,762	4,560,817
Equipment	162,937					66,447	66,447	229,384
City tax administration fees	50,000							50,000
Motor fuels federal grant	303,572							303,572
Total	$16,325,545	$350,000[1]	$(50,332)	$ 0[2]	$72,629	$137,743[5]	$510,040	$16,835,585
General fund	$16,021,973	$350,000	$(50,332)		$72,629	$137,743	$510,040	$16,532,013
Special funds	303,572							303,572
Total	$16,325,545	$350,000	$(50,332)	$ 0	$72,629	$137,743	$510,040	$16,835,585
FTE	150.50	0.00	0.00	0.00	0.50[3]	0.00	0.50	151.00

[1] Additional funding is provided for redesigning the tax payment and return processing system. A comparison of funding for the system in various versions is listed below.

	EXECUTIVE BUDGET	HOUSE VERSION	SENATE VERSION
General fund	$1,528,500	$750,000	$1,100,000

[2] The House removed one FTE federal fund position and moved the associated funding from salaries and wages to operating expenses. Because funding for the position was not included in salaries and wages but in the motor fuels grant line item, the House change is being reversed and the funding remains in the motor fuels federal grant line item. Authorization for the FTE position, removed by the House, is not restored.

[3] Adds funding for costs associated with provisions of House Bill No. 1068 (telecommunications gross receipts tax), including a .5 FTE auditor position.

4 Adds funding for costs associated with provisions of Senate Bill No. 2331 (financial institutions tax).

5 Adds additional funding for the increase in costs charged to the Tax Department by other agencies. Adds additional equipment funding to address departmental technology needs.