

FISCAL NOTE

	FY 2019	FY 2020	FY 2021
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase/(decrease)			
GENERAL FUND	(\$127,600,000)	(\$128,600,000)	(\$130,000,000)
LOCAL SOURCES FUND	\$127,600,000	\$128,600,000	\$130,000,000
LOCAL SOURCES FUND (new 1%)	\$161,200,000	\$162,300,000	\$164,200,000

Source of revenue increase(decrease):

This bill decreases the General Fund distribution percentage for state sales and use taxes from 69% to 49%. This change results in a corresponding increase in the distribution of sales and use taxes to local governments.

This bill also imposes an additional 1% state sales and use tax. This additional state sales and use tax is distributed 100% to local governments.

Assumptions:

The above estimate is based on projected sales and use tax revenues to the General Fund reflected in Table 1 of the January 2018 CREG forecast.

The above estimate includes the fiscal impact to the 1% administrative fee distributed to the General Fund. The distribution of the 1% administrative fee to the General Fund would increase by approximately \$1.3 million per year.

This bill is effective July 1, 2018.

NOTICE-AGENCY ESTIMATE OF ADMINISTRATIVE IMPACT REQUESTED

This bill has administrative impact that appears to increase duties or responsibilities of one or more state agencies and may impact agency spending or staffing requirements. As introduced, the bill does not modify any state agency budget or current personnel authorizations.

The following state agencies will be asked to provide their estimate of the administrative fiscal impact prior to the first committee meeting held to consider the bill:

Department of Revenue

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