

## CORRECTED COPY

FISCAL NOTE

	FY 2022	FY 2023	FY 2024
<b>NON-ADMINISTRATIVE IMPACT</b>			
Anticipated Revenue increase			
SCHOOL FOUNDATION FUND	\$0	\$58,400,000	\$58,400,000

Source of revenue increase:

Imposition of a 4% income tax on all taxable unearned income over \$200,000, and distributed to the School Foundation Program, for tax years beginning on or after January 1, 2022.

Assumptions:

The income tax imposed on unearned income would apply to taxable income in tax years beginning on and after January 1, 2022. It is assumed that tax collections would begin in FY 2023. The above estimate is based on Internal Revenue Service data from the 2018 tax year.

The above estimate includes an estimate of full credit for sales and property taxes paid by the taxpayer. The estimate does not reflect a credit for severance taxes paid, as it is assumed that severance taxes would typically be paid at the corporate level.

**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  
Department of Audit

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