

FISCAL NOTE

	FY 2025	FY 2026	FY 2027
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase/(decrease)			
GENERAL FUND	(\$28,500,000)	(\$29,300,000)	(\$30,200,000)
LOCAL SOURCES FUND	\$28,500,000	\$29,300,000	\$30,200,000

Source of revenue increase(decrease):

This bill reduces the General Fund share of the 4 percent state sales and use tax distribution from 69 percent to 66 percent. This reduction in the General Fund share results in a corresponding increase in the state sales and use taxes distributed to local governments.

Assumptions:

The above estimates are based on the General Fund sales and use taxes projected in Table 1 of the January 2024 Consensus Revenue Estimating Group forecast.

The above estimates include the change in the distribution of 1) the 4 percent state sales and use taxes distributed to the General Fund and to local governments and 2) the change in the 1 percent administrative fee deducted from the local share and distributed to the General Fund.

This bill is effective July 1, 2024, impacting the distribution of the 4 percent state sales and use tax beginning in FY 2025.

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