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FISCAL IMPACT REPORT

ORIGINAL DATE 01/27/12

SPONSOR Lovejoy LAST UPDATED _____ HB _____

SHORT TITLE Native American Veterans' Tax Settlement Fund SB 148

ANALYST Chabot

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY12	FY13		
	\$500.0	Nonrecurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY12	FY13	FY14	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total		\$500.0		\$500.0	Nonrecurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

SUMMARY

Synopsis of Bill

Senate Bill 148 appropriates \$500.0 thousand from the general fund to Native American Veterans' Income Tax Settlement Fund for the purpose of making repayments of income tax collected from Native American Veterans domiciled on tribal lands on entry to the armed forces. The bill was submitted for the Indian Affairs Committee.

FISCAL IMPLICATIONS

The appropriation of \$500.0 thousand contained in this bill is a nonrecurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of fiscal year 2013 shall not revert and will remain in the fund to provide payments in subsequent years. The Veteran Services and Taxation and Revenue Departments are to provide estimates to the Legislature during October of each year on anticipated needs for next fiscal year.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

TRD will not be able to make payments for valid claims for taxes inadvertently withheld for Native American Veterans.

GAC/svb