

BDR 32-794
AB 458

EXECUTIVE AGENCY
FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: April 4, 2019

Agency Submitting: Department of Taxation

Items of Revenue or Expense, or Both	Fiscal Year 2018-19	Fiscal Year 2019-20	Fiscal Year 2020-21	Effect on Future Biennia
Reduction in available credits taken against the Modified Business Tax (Revenue)		\$665,500	\$1,397,550	\$5,291,391
Total	0	\$665,500	\$1,397,550	\$5,291,391

Explanation

(Use Additional Sheets of Attachments, if required)

The department has reviewed the bill and determined it would increase general fund revenue by \$665,500 in fiscal year 2019-20 and \$1,397,550 in fiscal year 2020-21. Under existing statute the amount of credits available is \$7,320,500 in fiscal year 2019-20 and \$8,052,550 in fiscal year 2020-21. Sections 1 and 2 change the credits available for donations to a scholarship organization to a maximum of \$6,655,000 available each fiscal year. Because the future biennium available credits is expected to increase by 110% in each subsequent fiscal year the delta of the introduced maximum and projection will be substantially higher. The department has determined it can absorb the cost of implementing the provisions of the bill.

Name Heather Field

Title Administrative Services Officer

GOVERNOR'S OFFICE OF FINANCE COMMENTS

The agency's response appears reasonable.

Date Wednesday, April 03, 2019

Name Laura E. Freed

Title Executive Branch Budget Officer