

## CONFERENCE COMMITTEE REPORT SUMMARY

Measure HB 3038

Principal Authors: Representative Osborn  
Senator Jolley

General Subject Matter: Revenue and Taxation

General Description of **Major Differences** between the current report and the version last seen and voted on in the House and the sections in which such differences are located:

√ Changes from engrossed House measure which were made in the Senate and contained in conference committee report/substitute (applies *only* to House measures):

None

√ Changes made in conference:

The CCS to HB 3038 significantly modifies the details contained in the engrossed version of HB 3038.

Provides an opportunity for reduction of the top marginal income tax rate from 5.25% to 4.5% in three .25% increments beginning in 2014. The measure also:

- Eliminates the deduction for political contributions;
- Eliminates several tax credits;
- Establishes a trigger that compares five revenue sources each year as to both the previous year as well as to the 2012 baseline year to determine if there is a 5% or more increase in both. If both comparisons results in a 5% increase in actual collections the top marginal rate would be reduced by .25% beginning in 2014. This comparison would be repeated for 10 years and the top marginal rate would not drop below 4.5%.

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