

BILL SUMMARY
1st Session of the 55th Legislature

Bill No.:	HB 1778
Version:	FA1
Request Number:	6819
Author:	Rep. Inman
Date:	3/4/2015
Impact:	FY-16 Increase in Revenue: \$57,048,000

Research Analysis

Pending

Prepared By: Marcia Goff

Fiscal Analysis

The amendment removes the schedules for decreases in the top marginal individual income tax rate as provided by SB 1246 (2014). At the time of enactment the Tax Commission estimated pre-apportioned revenue decreases for the reduction of the top marginal rate from 5.25 percent to 5.0 percent, with a subsequent reduction to 4.85 percent under certain circumstances. Estimates of revenue decreases were made for FY-16, FY-17 and FY-18 (based on an assumption of the rate being reduced to 4.85 percent in tax year 2018). Removal of the rate reduction and the revenue provisions for rate reductions will result in increases in revenue, including:

FY-16	\$57,048,000
FY-17	\$146,995,000
FY-18	\$198,770,000

Prepared By: Mark Tygret

Other Considerations

None.