

BILL SUMMARY
2nd Session of the 56th Legislature

Bill No.:	HB 2896
Version:	INT
Request Number:	9555
Author:	Rep. Montgomery
Date:	2/14/2018
Impact:	Tax Commission:
	\$0

Research Analysis

HB2896, as introduced, relates to a tax credit for guaranty fees paid to the Small Business Administration by a state banking association, national banking association or credit union domiciled in the state. The measure extends the sunset date of the credit from January 1, 2019 to January 1, 2022.

Prepared By: Quyen Do

Fiscal Analysis

From the Tax Commission:

Under current law financial institutions subject to the “bank-in-lieu” tax may claim as a credit against tax the amount of the guaranty fees paid by a financial institution to the U.S. Small Business Administration (SBA) under certain SBA loan programs. This credit is set to expire for guaranty fees paid prior to January 1, 2019. This measure will extend the date to January 1, 2022.

The extension of time to claim this credit will have no additional impact on tax collections².

Prepared By: Mark Tygret

Other Considerations

None.