

BILL SUMMARY
2nd Session of the 56th Legislature

Bill No.:	HB 3055
Version:	FULLPCS1
Request Number:	9865
Author:	Rep. Hilbert
Date:	2/28/2018
Impact:	Tax Commission:

FY 19: -0-

FY 20: Potential increase of \$16 million in state revenue

Research Analysis

Pending

Prepared By: House Research Staff

Fiscal Analysis

From the Tax Commission:

Revenue Impact:

The federal credit is claimed in equal amounts over a 10 year period. The state credit mirrors the federal credit. Under current law, it is expected that \$16 million credits would be claimable in 2019. (\$4 million in 2016; \$8 million in 2017; \$12 million in 2018). Under this proposal, the estimated impact for 2019 is a \$16 million increase in revenue. Changes to withholding or estimated tax are not expected; therefore a projected revenue increase of \$16 million should occur in FY20 when the 2019 income tax returns are filed² and an additional \$4 million in each FY thereafter. The full impact of this proposed legislation will be in FY26 with a projected revenue increase of \$40 million.

Prepared By: Mark Tygret

Other Considerations

None.