

BILL SUMMARY
1st Session of the 56th Legislature

Bill No.:	SB130
Version:	Engrossed
Request Number:	NA
Author:	Rep. Casey
Date:	3/29/2017
Impact:	Please see previous summary of this measure

Research Analysis

SB130 modifies the trigger mechanism that is used to determine if revenue growth is sufficient enough to reduce the top marginal individual income tax rate to 4.85 percent. The measure repeals the existing procedures for implementation of the rate reduction and establishes new guidelines for .15 percent cut to take effect. In order to trigger to 4.85 percent rate, the State Board of Equalization must determine that the *proposed expenditure authority* for the next fiscal year is equal to or greater than the estimated cost of the rate reduction plus an amount equal to 7.5 billion. *Proposed expenditure authority* is defined as the total amount determined by the State Board of Equalization as available for the Legislature to spend in a given fiscal year.

Prepared By: Quyen Do

Fiscal Analysis

The measure is currently under review and impact information will be completed.

Prepared By: Mark Tygret

Other Considerations

None.