

**BILL SUMMARY**  
1<sup>st</sup> Session of the 59<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB1953</b>
<b>Version:</b>	<b>Floor Amendment (FA1-A2)</b>
<b>Request Number:</b>	
<b>Author:</b>	<b>Speaker McCall</b>
<b>Date:</b>	<b>3/23/2023</b>
<b>Impact:</b>	<b>FA1-A1 Fiscal Impact: unchanged by amendment adoption</b>

**Research Analysis**

Amendment 2 to the floor substitute for HB1953 changes the effective date of the bill to January 1, 2024.

As amended, HB1953 eliminates the current standard deductions and changes the personal income taxing framework from a bracket based system to a flat rate system. For tax year 2024 and 2025, the measure sets the flat rate at 4.25 percent for income greater than \$9,750 for single filers, \$16,250 for heads of households or \$19,450 for joint filers. For tax year 2026 and subsequent years, the rate will be 4.75 percent if the 4.25 percent rate is not extended by law.

Prepared By: Quyen Do

**Fiscal Analysis**

Adoption of FA1-A2 clarifies that the measure does not take affect until the 2024 Tax Year. Adoption of the measure clarifies and does not change the fiscal impact of the measure as previously described in fiscal analysis for FA1-A1.

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**Other Considerations**

None.