

FISCAL NOTE

| | FY 2022 | FY 2023 | FY 2024 |
|----------------------------------|----------------|----------------|----------------|
| NON-ADMINISTRATIVE IMPACT | | | |
| Anticipated Revenue increase | | | |
| SCHOOL FOUNDATION FUND | \$0 | \$337,000,000 | \$337,000,000 |

Source of revenue increase:

This bill imposes a 4 percent income tax on taxable personal income. "Personal income", as defined in the bill, means wages, salary or other income received by an individual. "Personal income" shall not include business income.

Assumptions:

The personal income tax imposed would apply to taxable income earned in tax years beginning in 2022. It is assumed that tax collections would begin in FY 2023.

The above estimate is based on the 2018 Statistics of Income Report, from the Internal Revenue Service (most recent report available). Estimates for the credits for sales & use tax and property tax were derived from this report. No inflation rate has been applied, as there is no information on how credits might be affected.

NOTICE-AGENCY ESTIMATE OF ADMINISTRATIVE IMPACT REQUESTED

This bill has administrative impact that appears to increase duties or responsibilities of one or more state agencies and may impact agency spending or staffing requirements. As introduced, the bill does not modify any state agency budget or current personnel authorizations.

The following state agencies will be asked to provide their estimate of the administrative fiscal impact prior to the first committee meeting held to consider the bill:

Department of Revenue
Department of Audit

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