

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 749** HLS 15RS 1222

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 20, 2015	1:06 PM	Author: BURRELL
Dept./Agy.: Revenue		Analyst: Deborah Vivien
Subject: Mandatory review of credits and decision to continue		

TAX CREDITS

EG NO IMPACT GF RV See Note

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Requires the review of tax credits

Proposed law requires the review of numerous tax credits by the House Ways and Means Committee and the Senate Revenue and Fiscal Affairs Committee prior to 9/1/15 to determine the economic benefit compared to the loss of revenue. The committees must make a specific recommendation by 3/1/17 to continue or terminate the credits.

Proposed law repeals expired credits including the qualified recycling equipment credit, employer credit for alcohol and substance abuse treatment programs, tax credit for those failing to file an inventory tax credit from 1999 through 2003, tax credit for conversion or acquisition of trailers to haul sugarcane, and the apprenticeship tax credit.

EXPENDITURES	2015-16	2016-17	2017-18	2018-19	2019-20	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2015-16	2016-17	2017-18	2018-19	2019-20	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure. The bill requires review and recommendation but no mandatory action regarding tax credits. The review of credits must begin relatively soon, but September 1, 2015, and a recommendation to either continue or terminate the credits must be completed by March 1, 2017.

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|---|----------------------------|--------------|--|
| <u>Senate</u> | <u>Dual Referral Rules</u> | <u>House</u> | <input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S} |
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | | | <input type="checkbox"/> 6.8(F)(2) >= \$500,000 Rev. Red. to State {H & S} |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | | | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} |

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