Donahue **SCR No. 103**

Requests a commission composed of the Senate president and the House speaker and the Chairmen of the Senate committees on Finance and Revenue and Fiscal Affairs and the Chairmen of the House committees on Appropriations and Ways and Means and other members appointed by the president and speaker to do the following:

1. Determine the generally accepted, most effective economic model or models which are used to determine the economic impact of a tax preference expenditure.

2. Use the economic model or models to establish criteria for the identification of the low-performing or antiquated tax preference expenditures, based on the cost of the tax preference expenditure compared to (a) the revenue gained by the state; (b) the revenue gained by local governments; (c) and the overall economic impact of the tax preference expenditure in terms of the number of jobs created by recipients of the tax preference expenditure and by the direct economic activity through the economy.

3. Identify the low-performing or antiquated tax preference expenditures.

4. Recommend the temporary or permanent reduction or elimination of the identified low-performing or antiquated tax exemptions, suspensions, exclusions, deductions, credits, refunds, rebates, and preferential tax calculation methods.

Provides that Senate and House Fiscal Divisions Staffs, Legislative Fiscal Office, Legislative Auditor, the DED and the DOR shall provide any necessary support to the commission.

Provides that the commission convene no later than September 1, 2012, and report to the Senate president and the House speaker no later than February 1, 2013.

Requires that the chairman of the Senate finance committee call the first meeting of the commission at which the commission members shall select a chairman and any other officers deemed necessary.