

NOTE: As provided in LFC policy, this report is intended for use by the standing finance committees of the legislature. The Legislative Finance Committee does not assume responsibility for the accuracy of the information in this report when used in any other situation.

Only the most recent FIR version, excluding attachments, is available on the Intranet. Previously issued firs and attachments may be obtained from the LFC office in Suite 101 of the State Capitol Building North.

FISCAL IMPACT REPORT

SPONSOR:	Maloof	DATE TYPED:	02/08/00	HB	
SHORT TITLE:	Increase Low Income Tax Rebate			SB	281
				ANALYST:	Williams

REVENUE

Estimated Revenue		Subsequent Years Impact	Recurring or Non-Rec	Fund Affected
FY00	FY01			
	\$ (3,200.0)		\$ Recurring	General Fund

(Parenthesis () Indicate Revenue Decreases)

Duplicates/Conflicts with/Companion to/Relates to HB 37, SB 284

SOURCES OF INFORMATION

LFC Files

Taxation and Revenue Department (TRD)

SUMMARY

Synopsis of Bill

The bill would increase the amounts in the existing LICTR table by between 10 and 20%, beginning tax year 2000.

Significant Issues

The bill does not increase the income limit or increase the maximum number of exemptions.

FISCAL IMPLICATIONS

TRD estimates the recurring General Fund revenue loss at \$3,200.0 beginning in FY01.

DISTRIBUTIONAL ISSUES

Current LICTR beneficiaries would receive between \$10 and \$45 more than tax years 1998 and 1999. The bill would increase the average LICTR per elderly filer by \$14, average LICTR per person in a household with children by \$4.40 and average LICTR per person in non-elderly households without children by \$10.

Benefits by household type are:

- •\$350,000 to elderly households
- •\$1.49 million to households with children
- •\$1.4 million to non-elderly households without children

AW/jsp