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FISCAL IMPACT REPORT

SPONSOR Whitaker DATE TYPED 1/29/2004 HB 82

SHORT TITLE Corporate Income and Franchise Tax Corrections SB _____

ANALYST Taylor

REVENUE

Estimated Revenue		Subsequent Years Impact	Recurring or Non-Rec	Fund Affected
FY04	FY05			
	NFI	NFI		

SOURCES OF INFORMATION

LFC Files

Response Received From

Taxation and Revenue Department

SUMMARY

HB 82, introduced on behalf of the Revenue Stabilization and Tax Policy Committee, proposes technical corrections to the corporate income and franchise tax act. Current law requires taxpayers owing \$5 thousand in corporate income taxes in the current year to make estimated payments. The bill amends the payment schedule by making a quarterly payment due on the fifteenth day of the taxable year. The current schedule has dates for the second, third and fourth quarter but skips the first quarter. The bill also adds a provision that providing that taxes withheld under the Oil and Gas Proceeds Withholding Tax Act shall be considered estimate payments for purposes of the Corporate Income Tax Act.

FISCAL IMPLICATIONS

TRD reports that there are no fiscal impacts associated with this bill.

ADMINISTRATIVE IMPLICATIONS

TRD reports the following administrative impact:

Administrative cost of the measure would be relatively modest. Provisions of the proposal could be administered with resources currently available to the Department. However, allowing oil and gas payments to be treated as estimated payments will make it more difficult to program a computer to assess penalty and interest on late estimated payments.

BT/lg