

Multiple Agency Fiscal Note Summary

Bill Number: 1936 S HB	Title: Tax incentives for farmers
-------------------------------	--

Estimated Cash Receipts

Agency Name	2023-25			2025-27			2027-29		
	GF-State	NGF-Outlook	Total	GF-State	NGF-Outlook	Total	GF-State	NGF-Outlook	Total
Department of Revenue	(800,000)	(800,000)	(800,000)	(4,100,000)	(4,100,000)	(4,100,000)	(4,500,000)	(4,500,000)	(4,500,000)
Total \$	(800,000)	(800,000)	(800,000)	(4,100,000)	(4,100,000)	(4,100,000)	(4,500,000)	(4,500,000)	(4,500,000)

Agency Name	2023-25		2025-27		2027-29	
	GF- State	Total	GF- State	Total	GF- State	Total
Local Gov. Courts						
Loc School dist-SPI						
Local Gov. Other	No fiscal impact					
Local Gov. Total						

Estimated Operating Expenditures

Agency Name	2023-25				2025-27				2027-29			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Joint Legislative Audit and Review Committee	.0	0	0	7,200	.0	0	0	4,800	.0	0	0	4,800
Department of Revenue	1.3	428,000	428,000	428,000	1.9	329,600	329,600	329,600	1.4	247,200	247,200	247,200
State Conservation Commission	.0	0	0	0	.0	0	0	0	.0	0	0	0
Total \$	1.3	428,000	428,000	435,200	1.9	329,600	329,600	334,400	1.4	247,200	247,200	252,000

Agency Name	2023-25			2025-27			2027-29		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Local Gov. Courts									
Loc School dist-SPI									
Local Gov. Other	No fiscal impact								
Local Gov. Total									

Estimated Capital Budget Expenditures

Agency Name	2023-25			2025-27			2027-29		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Joint Legislative Audit and Review Committee	.0	0	0	.0	0	0	.0	0	0
Department of Revenue	.0	0	0	.0	0	0	.0	0	0
State Conservation Commission	.0	0	0	.0	0	0	.0	0	0
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Agency Name	2023-25			2025-27			2027-29		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Local Gov. Courts									
Loc School dist-SPI									
Local Gov. Other	No fiscal impact								
Local Gov. Total									

Estimated Capital Budget Breakout

Prepared by: Amy Hatfield, OFM	Phone: (360) 280-7584	Date Published: Final 2/12/2024
---------------------------------------	---------------------------------	---

Individual State Agency Fiscal Note

Bill Number: 1936 S HB	Title: Tax incentives for farmers	Agency: 014-Joint Legislative Audit and Review Committee
-------------------------------	--	---

Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
Account					
Performance Audits of Government Account-State 553-1	4,800	2,400	7,200	4,800	4,800
Total \$	4,800	2,400	7,200	4,800	4,800

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

Legislative Contact: Kristina King	Phone: 360-786-7190	Date: 02/07/2024
Agency Preparation: Dana Lynn	Phone: 360-786-5177	Date: 02/08/2024
Agency Approval: Eric Thomas	Phone: 360 786-5182	Date: 02/08/2024
OFM Review: Gaius Horton	Phone: (360) 819-3112	Date: 02/09/2024

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

This bill creates a new B&O tax credit for qualified farmers for 25% of expenditures they made in the prior year to buy new equipment, infrastructure, and supplies. Qualified farmers must be affiliated with conservation efforts as noted in the bill. The preference takes effect January 1, 2025, and expires January 1, 2035.

Section 2 provides a tax preference performance statement, noting the tax preference is categorized as one intended to induce certain behaviors by taxpayers as noted in RCW 82.32.808(2)(a). The Legislature's specific objective is to attract more farmers to participate in conservation programs in Washington.

If a review finds that farmer participation in conservation programs has increased after the effective date of the bill, then the Legislature intends to extend the expiration date.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

JLARC staff would contact and work with the Department of Revenue, the Department of Agriculture, and other appropriate agencies immediately after passage of the bill to ensure project contacts are established and any other necessary data for JLARC staff's future evaluation needs are identified and collected. JLARC will likely review this preference in 2032.

The expenditure detail reflects work conducted to prepare for the future review of the preference. Costs associated with the review are not included in this fiscal note. This fiscal note reflects only the costs associated with establishing data collection.

This tax preference review may require additional resources. The audit will be conducted and presented to JLARC consistent with the processes used for other tax preference reviews. Based on all tax preference legislation that is passed, JLARC may subsequently determine that it can absorb the costs for this proposed bill in its base budget, if the workload of other enacted tax preference legislation does not exceed current staffing. JLARC will assess all of the tax preference reviews mandated in the 2024 legislative session.

This audit will require an estimated 1 audit month.

JLARC Audit Months: JLARC calculates its staff resources in "Audit Months" to estimate the time and effort to undertake and complete its studies. An "Audit Month" reflects a JLARC analyst's time for a month, together with related administrative, support, and goods/services costs. JLARC's anticipated 2023-25 costs are calculated at approximately \$23,900 per audit month.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
553-1	Performance Audits of Government Account	State	4,800	2,400	7,200	4,800	4,800
Total \$			4,800	2,400	7,200	4,800	4,800

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years					
A-Salaries and Wages	3,100	1,600	4,700	3,200	3,200
B-Employee Benefits	1,000	500	1,500	1,000	1,000
C-Professional Service Contracts					
E-Goods and Other Services	600	300	900	600	600
G-Travel	100		100		
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total \$	4,800	2,400	7,200	4,800	4,800

III. C - Operating FTE Detail: *List FTEs by classification and corresponding annual compensation. Totals need to agree with total FTEs in Part I and Part IIIA*

Job Classification	Salary	FY 2024	FY 2025	2023-25	2025-27	2027-29
Research Analyst	131,064					
Support staff	110,856					
Total FTEs						0.0

III. C - Operating FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.*

NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

IV. D - Capital FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

Department of Revenue Fiscal Note

Bill Number: 1936 S HB	Title: Tax incentives for farmers	Agency: 140-Department of Revenue
-------------------------------	--	--

Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

Account	FY 2024	FY 2025	2023-25	2025-27	2027-29
GF-STATE-State 01 - Taxes 05 - Bus and Occup Tax		(800,000)	(800,000)	(4,100,000)	(4,500,000)
Total \$		(800,000)	(800,000)	(4,100,000)	(4,500,000)

Estimated Expenditures from:

Account	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.2	2.4	1.3	1.9	1.4
GF-STATE-State 001-1	25,100	402,900	428,000	329,600	247,200
Total \$	25,100	402,900	428,000	329,600	247,200

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

Legislative Contact: Kristina King	Phone: 60-786-7190	Date: 02/07/2024
Agency Preparation: Diana Tibbetts	Phone: 60-534-1520	Date: 02/09/2024
Agency Approval: Valerie Torres	Phone: 60-534-1521	Date: 02/09/2024
OFM Review: Amy Hatfield	Phone: (360) 280-7584	Date: 02/09/2024

Request # 1936-2-1

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

Note: This fiscal note reflects language in SHB 1936, 2024 Legislative Session.

COMPARISON OF SUBSTITUTE BILL WITH ORIGINAL BILL:

The substitute bill adds an expiration date, and the tax preference performance statement includes a Joint Legislative Audit and Review Committee review with the policy objective to provide a tax incentive for farmers to attract more farmers to participate in Washington conservation programs.

CURRENT LAW:

Farmers selling products at retail to consumers pay business and occupation (B&O) tax under the retailing classification. Farmers who manufacture products using agricultural products grown, raised, or produced pay B&O tax under the manufacturing classification on the product's value.

Farmer's wholesale sales of agricultural products produced on their farms are exempt from B&O tax.

PROPOSAL:

This bill provides a B&O tax credit for 25% of expenditures made in the previous year by a qualified farmer for the purchase of new equipment, infrastructure, seed, seedlings, spores, animal feed, and amendments beginning January 1, 2025

To qualify for a credit, a farmer must meet at least one of the following criteria:

- Receive grant funds originating directly from the Washington State Conservation Commission or indirectly receive grant funds through a conservation district or other public entity.
- Participate in a Washington State Conservation Commission or Conservation District Conservation Program.

The credit claimed may not exceed the tax otherwise due and refunds may not be granted in place of credits.

Any unused credit not used in the current calendar year may be carried over and claimed in the two succeeding calendar years but may not be carried over for any calendar year thereafter.

The bill expires on January 1, 2035, and the tax preference performance statement includes a Joint Legislative Audit and Review Committee review with the policy objective to provide a tax incentive for farmers to attract more farmers to participate in Washington conservation programs.

EFFECTIVE DATE:

The bill takes effect 90 days after the final adjournment of the session.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

ASSUMPTIONS:

- 500-1000 landowners, mostly farmers and ranchers, participate in Washington State Conservation Commission grant programs.
- Washington farmers paid \$20.5 million in B&O tax in fiscal year 2023.
- Annual growth mirrors the average growth of feed and seed purchases reported in Farm Production Expenditure Summaries in the last six years.

Request # 1936-2-1

Form FN (Rev 1/00) 194,255.00

2

Bill # 1936 S HB

- The B&O tax credit begins January 1, 2025, and impacts five months of collections in fiscal year 2025.

DATA SOURCES:

- Department of Revenue, Excise tax data
- Washington State Conservation Commission, Grant data
- United States Department of Agriculture, 2017 census of agriculture and farm production expenditure summary data

REVENUE ESTIMATES:

This bill decreases state revenues by an estimated \$0.8 million in the five months of impacted collections in fiscal year 2025 and by \$2.0 million in fiscal year 2026, the first full year of impacted collections.

TOTAL REVENUE IMPACT:

State Government (cash basis, \$000):

FY 2024 -	\$ 0
FY 2025 -	(\$ 800)
FY 2026 -	(\$ 2,000)
FY 2027 -	(\$ 2,100)
FY 2028 -	(\$ 2,200)
FY 2029 -	(\$ 2,300)

Local Government, if applicable (cash basis, \$000): None

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

ASSUMPTIONS:

- This estimate affects 2,800 taxpayers.
- This legislation passes effective June 4, 2024.

FIRST YEAR COSTS:

The department will incur total costs of \$25,100 in fiscal year 2024. These costs include:

Labor Costs – Time and effort equate to 0.2 FTE.

- Create a Special Notice and identify publications and information the department may need to create or update on the department’s website by the effective date of the bill.
- Update web pages, publications, and forms for the reporting change.

SECOND YEAR COSTS:

The department will incur total costs of \$402,900 in fiscal year 2025. These costs include:

Labor Costs – Time and effort equate to 2.43 FTEs.

- Resolve returns in error, out of balance, and amended returns; prepare refunds and assessments; and respond to secure messages, correspondence, and telephone questions. Conduct account examinations; and assist taxpayers with reporting.
- Attend implementation meetings, computer system testing, monitoring, and maintenance.
- Set up, program, and test computer system changes.
- Perform field audits.
- Answer additional phone calls and counter inquiries on tax questions and tax return preparation from businesses, individuals, and accountants/CPAs.

- Amend one rule.

Object Costs - \$140,160.

- Contract computer system programming.
- Phone agent seat license.
- Postage.
- Printing.

ONGOING COSTS:

Ongoing costs for the 2025-27 biennium equal \$329,600 and include similar activities described in the second-year costs. Time and effort equate to 1.9 FTEs.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.2	2.4	1.3	1.9	1.4
A-Salaries and Wages	15,600	155,600	171,200	205,000	155,000
B-Employee Benefits	5,100	51,400	56,500	67,600	51,000
C-Professional Service Contracts		137,900	137,900		
E-Goods and Other Services	3,100	40,100	43,200	42,600	31,000
G-Travel		700	700	1,400	1,400
J-Capital Outlays	1,300	17,200	18,500	13,000	8,800
Total \$	\$25,100	\$402,900	\$428,000	\$329,600	\$247,200

III. B - Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.*

Job Classification	Salary	FY 2024	FY 2025	2023-25	2025-27	2027-29
EMS BAND 4	131,684		0.0	0.0		
EMS BAND 5	153,836		0.0	0.0		
EXCISE TAX EX 2	58,104		0.2	0.1	0.3	0.3
EXCISE TAX EX 3	64,092		0.3	0.2	0.4	0.3
IT B A-JOURNEY	91,968		0.5	0.3		
IT SYS ADM-JOURNEY	96,552		0.1	0.1		
MGMT ANALYST4	76,188		0.0	0.0		
REVENUE AUDITOR 2	64,092		0.2	0.1	0.2	0.2
TAX INFO SPEC 1	46,596		1.0	0.5	1.0	0.6
TAX POLICY SP 2	78,120	0.1	0.0	0.1		
TAX POLICY SP 3	88,416	0.1	0.1	0.1		
TAX POLICY SP 4	95,184		0.0	0.0		
WMS BAND 2	98,456	0.0		0.0		
WMS BAND 3	111,992		0.0	0.0		
Total FTEs		0.2	2.4	1.4	1.9	1.4

III. C - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

Should this legislation become law, the department will use the standard process to amend WAC 458-20-210, titled: "Sales of tangible personal property for farming." Persons affected by this rulemaking would include qualified farmers receiving the credit on their purchase of new equipment, infrastructure, seed, seedlings, spores, animal feed, and amendments.

Individual State Agency Fiscal Note

Bill Number: 1936 S HB	Title: Tax incentives for farmers	Agency: 471-State Conservation Commission
-------------------------------	--	--

Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

NONE

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

Legislative Contact: Kristina King	Phone: 360-786-7190	Date: 02/07/2024
Agency Preparation: Karla Heinitz	Phone: 360-878-4666	Date: 02/09/2024
Agency Approval: Sarah Groth	Phone: 360-790-3501	Date: 02/09/2024
OFM Review: Matthew Hunter	Phone: (360) 529-7078	Date: 02/09/2024

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

SHB 1936 creates a tax credit of 25% of expenditures made in the previous year by a qualified farmer to purchase new equipment, infrastructure, seed, seedlings, spores, animal feed, and amendments. To qualify, a farmer must receive grant funds directly from the State Conservation Commission or indirectly through a conservation district or other Washington public entity. Or is a participant in a State Conservation Commission or conservation district program. There is an expiration date of January 1, 2035.

No fiscal impact to the State Conservation Commission. The Conservation Commission will continue working with farmers and conservation districts on grants and cost-share opportunities. It would be the farmer's responsibility to keep track of the necessary paperwork for their taxes. The Department of Revenue would be tasked with working with the eligible farmer on the tax credit.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

NONE

III. B - Expenditures by Object Or Purpose

NONE

III. C - Operating FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.*

NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

IV. D - Capital FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

LOCAL GOVERNMENT FISCAL NOTE

Department of Commerce

Bill Number: 1936 S HB

Title: Tax incentives for farmers

Part I: Jurisdiction-Location, type or status of political subdivision defines range of fiscal impacts.

Legislation Impacts:

- Cities:
- Counties:
- Special Districts:
- Specific jurisdictions only:
- Variance occurs due to:

Part II: Estimates

- No fiscal impacts.
- Expenditures represent one-time costs:
- Legislation provides local option:
- Key variables cannot be estimated with certainty at this time:

Estimated revenue impacts to:

None

Estimated expenditure impacts to:

None

Part III: Preparation and Approval

Fiscal Note Analyst: Tammi Alexander	Phone: 360-725-5038	Date: 02/12/2024
Leg. Committee Contact: Kristina King	Phone: 360-786-7190	Date: 02/07/2024
Agency Approval: Allan Johnson	Phone: 360-725-5033	Date: 02/12/2024
OFM Review: Amy Hatfield	Phone: (360) 280-7584	Date: 02/12/2024

Part IV: Analysis

A. SUMMARY OF BILL

Description of the bill with an emphasis on how it impacts local government.

CHANGES BETWEEN THIS VERSION AND PREVIOUS BILL VERSION:

The substitute bill adds an expiration date and a policy objective to provide a tax incentive for farmers to attract more farmers to participate in Washington conservation programs.

SUMMARY OF CURRENT BILL:

This bill creates a business and occupation tax credit for 25 percent of expenditures for farming inputs purchased by a farmer who receives a conservation grant or is a participant in a state or federal conservation program.

B. SUMMARY OF EXPENDITURE IMPACTS

Expenditure impacts of the legislation on local governments with the expenditure provisions identified by section number and when appropriate, the detail of expenditures. Delineated between city, county and special district impacts.

CHANGES IN EXPENDITURE IMPACTS BETWEEN THIS VERSION AND PREVIOUS BILL VERSION:

The changes in the substitute version do not create any new fiscal impacts to local government expenditures.

EXPENDITURE IMPACTS OF CURRENT BILL:

This bill would not impact local government expenditures because no action is required.

C. SUMMARY OF REVENUE IMPACTS

Revenue impacts of the legislation on local governments, with the revenue provisions identified by section number, and when appropriate, the detail of revenue sources. Delineated between city, county and special district impacts.

CHANGES IN REVENUE IMPACTS BETWEEN THIS VERSION AND PREVIOUS BILL VERSION:

The changes in the substitute version do not create any new fiscal impacts to local government revenue.

REVENUE IMPACTS OF CURRENT BILL:

According to the Department of Revenue (DOR) this bill would not impact local government revenues, only state revenue from the business and occupation tax.

Please see the DOR fiscal note for a complete list of their data sources and assumptions.

SOURCE:

Department of Revenue fiscal note, S HB 1935 (2024)