

**EXECUTIVE AGENCY
FISCAL NOTE**

AGENCY'S ESTIMATES

Date Prepared: March 30, 2017

Agency Submitting: Department of Taxation

Items of Revenue or Expense, or Both	Fiscal Year 2016-17	Fiscal Year 2017-18	Fiscal Year 2018-19	Effect on Future Biennia
Information Technology (Expense)		\$49,879		
Total	0	\$49,879	0	0

Explanation

(Use Additional Sheets of Attachments, if required)

Please see attached

Name Deonne Contine

Title Executive Director

GOVERNOR'S OFFICE OF FINANCE COMMENTS

Date Tuesday, March 28, 2017

The agency's response appears reasonable.

Name Paul Nicks

Title Executive Budget Officer

DESCRIPTION OF FISCAL EFFECT

BDR/Bill/Amendment Number: 18-1105

Name of Agency: Department of Taxation

Division/Department: _____

Date: March 27, 2017

BDR 18-1105 provides for the Volens et Potens Committee and Volens et Potens Infrastructure Board. The Office of Economic Development will be tasked with approving applications for tax credits submitted by persons who contribute money to the Board. These tax credits can be applied to the Modified Business Tax, Commerce Tax, Gaming License Fee, or Insurance Premium Tax. Tax credits will not exceed \$7.5 million per fiscal year 2018 and the same for fiscal year 2019. This act would become effective upon passage and approval.

Revenue:

The Department does not have the necessary information to determine how much of the tax credits may be approved, however the bill provides for a maximum amount of \$7.5 million for fiscal year 2018 and \$7.5 million for fiscal year 2019.

FY 2018: -\$7,500,000

FY 2019: -\$7,500,000

Future Biennia: \$0

Expense:

The Department would be required to make some programming changes in the Unified Tax System in order to administer any tax credits taken against the Modified Business Tax, Commerce Tax or Insurance Premium Tax.

FY 2018: \$49,879

FY 2019: \$0

Future Biennia: \$0