

BILL SUMMARY
2nd Session of the 58th Legislature

Bill No.:	HB 3353
Version:	CS
Request Number:	11007
Author:	Mr. Speaker
Date:	3/22/2022
Impact:	Preliminary Estimate

Value of Credit:
\$217,039,521

Net Decrease in Revenue:
(\$185,832,521)

Research Analysis

Pending

Prepared By: House Research Staff

Fiscal Analysis

The measure expands the sales tax relief credit by increasing the per exemption amount from \$40 to \$180 and establishes a structure to provide a phase-out which is dependent on taxpayer income. The credit value will be reduced at different schedules for single filers and joint/head of household filers.

The preliminary analysis by House Fiscal staff utilizes Tax Commission return numbers by income band and applies certain average household size data from the Census Bureau. The preliminary analysis indicates the value of the reformed credit will approach \$217,039,521. As the current total credits claimed is reported as \$31,207,000 (most recent Tax Commission Tax Expenditure Report), the net decrease in revenue may approach \$185,832,521.

Prepared By: Mark Tygret

Other Considerations

Additional analysis will be required to incorporate the most accurate return data and other variables.