

BILL SUMMARY
1st Session of the 59th Legislature

Bill No.:	HB2285
Version:	Introduced
Request Number:	7141
Author:	Rep. Lepak
Date:	2/17/2023
Impact:	Please see previous summary of this measure

Research Analysis

HB2285, as introduced, replaces the graduated personal income tax (PIT) rate structure with a flat 4.50 percent tax effective tax year 2024 and establishes revenue triggers that would reduce the (PIT) rate by .25 percent each year that certain revenue conditions are met. Beginning with the February 2024 State Board of Equalization meeting and every February meeting thereafter, the board must compare the General Revenue Fund (GRF) collections for the upcoming fiscal year to a base year GRF collection amount and find that the total collections have increased by more 1.5 percent to trigger a rate reduction. When the 8th rate reduction is authorized and the PIT rate is 2.75 percent, no further reductions will be allowed.

Prepared By: Quyen Do

Fiscal Analysis

The measure is currently under review and impact information will be completed.

Prepared By: House Fiscal Staff

Other Considerations

None.