

HB 2442 STAFF MEASURE SUMMARY

House Committee On Business and Labor

Action Date: 02/24/21

Action: Without recommendation as to passage, be referred to Human Services, and then to Revenue by prior reference.

Vote: 11-0-0-0

Yeas: 11 - Bonham, Boshart Davis, Breese-Iverson, Bynum, Clem, Evans, Fahey, Grayber, Holvey, Post, Witt

Fiscal: No fiscal impact

Revenue: Revenue impact issued

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Meeting Dates: 2/24

WHAT THE MEASURE DOES:

Extends through January 1, 2026, the additional personal exemption credit for any taxpayer who has a severe disability and federal adjusted gross income not exceeding \$100,000.

ISSUES DISCUSSED:

- Whether Human Services Committee is more appropriate committee to evaluate this tax credit

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

Under existing law, a taxpayer who has a severe disability at the close of the tax year and adjusted gross income not exceeding \$100,000 may claim an additional personal exemption credit when filing state income taxes. The amount of the credit equals the personal exemption credit for that same tax year. The additional personal exemption credit is set to sunset on January 1, 2022. House Bill 2442 extends the sunset to January 1, 2026.