

HB 2442 STAFF MEASURE SUMMARY

House Committee On Human Services

Action Date: 04/05/21

Action: Do pass and be referred to Revenue by prior reference

Vote: 7-0-0-0

Yeas: 7 - Leif, Noble, Owens, Ruiz, Sanchez, Schouten, Williams

Fiscal: No fiscal impact

Revenue: Revenue impact issued

Prepared By: Iva Sokolovska, LPRO Analyst

Meeting Dates: 3/8, 4/5

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:

- Provisions of the measure

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

Individuals with a severe disability are allowed an additional personal exemption credit against personal income taxes. Severe disability is defined by any of the following: the loss of use of one or more lower extremities, the loss of use of both hands, permanent blindness, a physical or mental condition that limits the abilities of the person to earn a living, maintain a household, or provide personal transportation without employing special orthopedic or medical equipment or outside help. Beginning with the 2016 tax year, the credit was limited to taxpayers with adjusted gross income (AGI) that does not exceed \$100,000 for the tax year.

House Bill 2442 will extend the additional personal exemption credit for taxpayer with severe disability through January 1, 2026.