

SUBCOMMITTEE RECOMMENDATION

HB 5034

Department of Revenue

To: Ways and Means Full Committee
From: General Government Subcommittee
Carrier: Representative Gomberg

HB 5034 is the budget bill for the Department of Revenue.

The Department of Revenue (DOR) is the tax administration agency responsible for administering over 60 tax and other programs. Including the personal income and corporate excise taxes, inheritance tax, Corporate Activities Tax, state marijuana tax, local transit taxes, and a variety of other taxes and fees. DOR provides oversight of local property tax administration values, larger industrial and other large-scale properties, and administers property tax relief programs. The Agency also provides debt collection services for state agencies.

The Subcommittee recommends a budget of \$229,885,003 General Fund, and \$167,181,620 Other Funds, with 1,138 positions and 1,071.53 FTE. The Subcommittee recommended increases to accounts for two legislatively approved initiatives -- the new Internal Controls Office and staffing for certifying tax credits for agricultural worker overtime. Reductions of \$11 million General Fund, including additional vacancy savings and fund shift changes in cost allocation were recommended to for make additional investments. These investments included initiatives for call center modernization, outreach to under-representative communities, workforce diversity, and human resource capacity.

The General Government Subcommittee recommends HB 5034 be amended by the – 1 amendment and be reported out do pass, as amended.