

HB 2390 STAFF MEASURE SUMMARY

House Committee On Behavioral Health and Health Care

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Sub-Referral To: House Committee On Revenue

Meeting Dates: 1/30

WHAT THE MEASURE DOES:

The measure increases the amount of the rural provider income tax credit available to rural medical providers and removes the annual income limit for credit eligibility.

Detailed Summary

- Removes the adjusted gross income limitation for determining tax credit eligibility.
- Doubles the amount of the tax credit available to eligible providers.
- Applies beginning with the 2025 tax year.
- Takes effect on the 91st day following adjournment sine die.

Fiscal impact: May have fiscal impact, but no statement yet issued

Revenue impact: May have revenue impact, but no statement yet issued

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

Medical practitioners who provide care in rural parts of the state may be eligible for a tax credit based on the distance from a major population center where their practice is located. The credit is currently available to practitioners licensed as certified registered nurse anesthetists, dentists, doctors of medicine and osteopathic medicine, nurse practitioners, optometrists, physician associates, and podiatrists. Eligible practitioners must serve set percentages of Medicare and Medicaid recipients in their practice and provide a minimum of 20 hours per week of patient care, averaged over the month, per tax year in an eligible rural area.

House Bill 2390 increases the amount of the rural provider income tax credit available to rural medical providers and removes the annual income limit for credit eligibility.