

STATEMENT OF PURPOSE

RS26450C1

This bill relates to income taxes. 2018 HB 463 created a child tax credit, which was later increased by 2018 HB 675. The legislation created Idaho Code Section 63-3029L, which says in part, "There shall be allowed to a taxpayer a nonrefundable credit against the tax imposed by this chapter." There is nothing to limit the credit to Idaho residents. This bill adds this language to 63-3029L: "This credit is only available to Idaho residents. Any part-year resident entitled to a credit under this section shall receive a proportionate credit reflecting the part of the year in which he was domiciled in this state."

FISCAL NOTE

This is a technical correction with no fiscal impact. The original intention was to give the credit to Idaho residents and the projected revenue was prepared with that assumption. This bill will ensure that only residents can claim the credit. This will also align with the fiscal impact for HB 675, passed in the 2018 session.

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DISCLAIMER: This statement of purpose and fiscal note are a mere attachment to this bill and prepared by a proponent of the bill. It is neither intended as an expression of legislative intent nor intended for any use outside of the legislative process, including judicial review (Joint Rule 18).