

PRELIMINARY STAFF MEASURE SUMMARY

House Committee On Revenue

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

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

Action Date:

Action:

Meeting Dates: 02/25

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WHAT THE MEASURE DOES:

For purposes of personal income taxation, changes connection point from federal taxable income to federal adjusted gross income by eliminating allowance of itemized deductions or standard deduction. Modifies rates of personal income taxation. Applies to tax years beginning on or after January 1, 2016.

ISSUES DISCUSSED:

EFFECT OF COMMITTEE AMENDMENT:

No amendment.

BACKGROUND:

The measure would eliminate the itemized and standard deductions that are used to reduce the taxable income before the current rates are applied. The measure would also reduce the rates of personal income taxation.