

**STAFF MEASURE SUMMARY**

**House Committee On Revenue**

**Fiscal:** Fiscal impact issued

**Revenue:** Revenue impact issued

---

**Action Date:** 04/15/15

**Action:** Do Pass As Amended, Be Printed Engrossed, And Bill Be Referred To Ways And Means.

**Meeting Dates:** 04/09, 04/15

**Vote:**

Yeas: 5 - Barnhart, Lininger, Smith Warner, Vega Pederson, Whitsett

Nays: 4 - Bentz, Davis, Johnson, Read

**Prepared By:** Paul Warner, Legislative Revenue Officer

---

**WHAT THE MEASURE DOES:**

Directs Department of Revenue to distribute funds previously transferred to the Shared Services Fund. Modifies calculation of estimated wages associated with eligible Strategic Investment Program projects. Limits income tax calculation to wages generated by newly created jobs. Caps allocation to individual county at \$10 million per biennium. Extends allocation of sip related income tax revenue sunset to January 1, 2025.

**ISSUES DISCUSSED:**

- Alternative version in Senate.
- Policy purpose of gain share program.
- Potential investments in the future.
- Geographic distribution of SIP projects.
- Impact of newly created jobs on local infrastructure.

**EFFECT OF COMMITTEE AMENDMENT:**

Replaces the bill.

**BACKGROUND:**

The Shared Service Fund was established by the 2007 Legislature with the passage of SB 954. Allocations to the fund are based on 50% of the estimated personal income tax collections from wages of workers associated with eligible Strategic Investment Program projects.