

STAFF MEASURE SUMMARY

House Committee On Revenue

Fiscal: Fiscal impact issued

Revenue: Revenue impact issued

Action Date: 06/29/15

Action: Without Recommendation As To Passage And Be Referred To Tax Credits.

Meeting Dates: 02/25, 06/29

Vote:

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

Nays: 4 - Bentz, Davis, Johnson, Whitsett

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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:

- Moving the measure to the Joint Committee on Tax Credits

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.