

HB 2134 STAFF MEASURE SUMMARY

House Committee On Rules

Action Date: 04/29/19

Action: Do pass and be referred to Revenue by prior reference

Vote: 6-0-1-0

Yeas: 6 - Boles, Holvey, Nosse, Smith Warner, Williamson, Wilson

Exc: 1 - Sprenger

Fiscal: No fiscal impact

Revenue: Revenue impact issued

Prepared By: Josh Nasbe, Counsel

Meeting Dates: 1/30, 4/29

WHAT THE MEASURE DOES:

Extends sunset of political contribution tax credit until January 1, 2026.

ISSUES DISCUSSED:

- Purposes of tax credit
- Means testing

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

Originally enacted in 1969, the political contribution tax credit is a nonrefundable credit claimed against personal income taxes, in an amount that may not exceed \$50 per filer. The credit may not be taken by filers with an adjusted gross income of \$100,000 per filer.

In 2009, legislation was enacted to sunset a substantial number of tax credits, thereby requiring the Legislative Assembly to review those credits in regular intervals. Four years later, the political contribution tax credit was extended until January 1, 2020. House Bill 2134 renews the political contribution tax credit for another six years, extending the sunset until January 1, 2026.