

HB 2087 -1 STAFF MEASURE SUMMARY

House Committee On Revenue

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Sub-Referral To: Joint Committee On Ways and Means

Meeting Dates: 3/11

WHAT THE MEASURE DOES:

Requires the Legislative Revenue Officer to study the personal income tax system. Requires report to be submitted to the Legislature no later than December 1, 2026.

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

-1 Replaces content of measure.

Extends sunset of the manufactured dwelling park capital gain income tax subtraction by six years, from January 1, 2026, to January 1, 2032.

BACKGROUND:

Individuals and corporations that sell a manufactured dwelling park may subtract from their taxable income, amounts received from a qualified sale. To qualify, park owners must sell to a corporate entity formed by the tenants of the park, a nonprofit corporation, or a housing authority. If the manufactured dwelling park was destroyed by a natural disaster, a park owner may qualify by selling to a nonprofit corporation or a housing authority that will redevelop the site as a manufactured dwelling park. Under current law, the subtraction is applicable to tax years beginning on or before January 1, 2026.