

FOR THE CONSENT CALENDAR

WAYS AND MEANS

SB 652-FN, changing the maximum award of tax credits for overpayment of due taxes.

Ought to Pass, Vote 5-0.

Senator Timothy Lang for the committee.

This bill amends the future credit carry-forward limits for the Business Profits Tax (BPT) and Business Enterprise Tax (BET) by extending the timeline for reducing the state's tax liability with regard to refunds for overpayment of taxes. As people overpay their taxes and don't request refunds, it creates a liability for the state. This bill will spread out the amount of refunds the state is mandated to issue, reducing the amount of credit carry-forward allowed by 50% each biennium. This will continue to reduce the state's tax refund liability while also allowing the state to better manage cash flow.