
FISCAL NOTE

House Bill 163 as passed the House of Representatives would decrease individual income tax receipts to the Education Trust Fund by an estimated \$12,923,000, beginning in fiscal year 2022 and an estimated \$17,230,000 each year thereafter, by increasing:

- (1) the threshold for the maximum dependent exemption from \$20,000 to \$50,000;
- (2) the adjusted gross income floor for the optional standard deduction for taxpayers that are married filing jointly, head of family, and single from \$23,000 to \$25,500 and from \$10,500 to \$12,750 for taxpayers that are married filing separate;
- (3) for taxpayers that are married filing jointly: the minimum standard deduction amount from \$4,000 to \$5,000 and maximum standard deduction amount from \$7,500 to \$8,500; and
- (4) for taxpayers that are married filing separate, head of family, and single: the minimum standard deduction amount from \$2,000 to \$2,500 and maximum standard deduction amount from \$3,750 to \$4,250.

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Arthur Orr, Chairperson
Finance and Taxation Education