



ARIZONA STATE SENATE
Fiftieth Legislature, Second Regular Session

FACT SHEET FOR S.B. 1190

tax credit; military family relief

Purpose

Extends the sunset date of the individual credit against taxable income for donations made to the Military Family Relief Fund (fund) to December 31, 2018 and makes conforming delays to the repeal of relevant statutes.

Background

Laws 2007, Chapter 258, Section 9 established the fund, a relevant advisory committee and an individual taxable income credit for donations made to the fund. The fund is administered by the Department of Revenue and provides financial assistance to the families of deceased, wounded or seriously ill members of the military who are deployed from bases in this state, entered active military service from this state or were members of the Arizona National Guard at the time of deployment to active duty.

The taxable income credit for donations to the fund is limited to \$200 for an individual and \$400 for a married couple filing a joint return, with a sunset date of December 31, 2012. The fund is established through December 31, 2018; statute establishing the fund and its advisory committee is set for repeal January 1, 2014.

The passage of this legislation may impact the state General Fund through the continued claims of individuals for credit against taxable income. Total claims for this credit were \$778,300 in Fiscal Year 2008 and \$998,331 in Fiscal Year 2009.

Provisions

1. Extends the sunset date of the individual tax credit for donation to the Military Family Relief fund to December 31, 2018. The credit currently sunsets on December 31, 2012.
2. Delays the repeal of statutes pertaining to the fund, its advisory committee and a tax credit for donation to the fund until December 31, 2018.
3. Becomes effective on the general effective date.

Prepared by Senate Research
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