

DEPARTMENT OF TAXATION

2004 Fiscal Impact Statement

1. **Patron** Leo C. Wardrup, Jr.

2. **Bill Number** HB 902

House of Origin:

 Introduced

 Substitute

 Engrossed

3. **Committee** Passed House and Senate

4. **Title** Tax Administration: Filing Income Tax Returns

Second House:

 In Committee

 Substitute

 X **Enrolled**

5. Summary/Purpose:

This bill would allow the Department of Taxation the option of including a mailing address for directly filing income tax returns with the Department as well as the mailing addresses for filing income tax returns with the Commissioners of the Revenue with income tax forms and instructions.

6. **Fiscal Impact Estimates are:** None. (See Line 8.)

7. **Budget amendment necessary:** No.

8. Fiscal implications:

The Department would not incur administrative costs to implement this bill. In addition, this bill would have no impact on General Fund revenues.

9. Specific agency or political subdivisions affected:

Department of Taxation
Local Governments

10. **Technical amendment necessary:** No.

11. Other comments:

Current Law

Currently, individual income taxpayers are required to file their income tax returns with their local Commissioner of the Revenue, unless the locality opts to have its resident file directly with the Department of Taxation. While returns can be filed directly with the Department through electronic means such as Telefile and iFile, the Department is prohibited from soliciting direct-filed returns.

Proposal

This bill would allow the Department of Taxation the option of including a mailing address for directly filing income tax returns with the Department as well as the mailing addresses for filing income tax returns with the Commissioners of the Revenue with income tax forms and filing instructions.

Other Legislation

House Bill 104 would allow the mailing address for the Department to be listed with the mailing addresses of the Commissioners of the Revenue for filing income tax returns.

cc : Secretary of Finance