2018 SESSION

INTRODUCED

SB759

	18104465D
1	SENATE BILL NO. 759
2	Offered January 10, 2018
3	Prefiled January 10, 2018
4	A BILL to amend and reenact § 58.1-320 of the Code of Virginia, relating to individual income tax
5	rates.
6	Patron—Sturtevant
7	
8	Referred to Committee on Finance
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10 11	Be it enacted by the General Assembly of Virginia: 1. That § 58.1-320 of the Code of Virginia is amended and reenacted as follows:
12	§ 58.1-320. Imposition of tax.
13	A tax is hereby annually imposed on the Virginia taxable income for each taxable year of every
14	individual as follows:
15	1. Two percent on income not exceeding \$3,000 for taxable years beginning before January 1, 2018;
16	for taxable years beginning on and after January 1, 2019, if Virginia Gross Domestic Product (GDP)
17	growth exceeds the Virginia GDP for the immediately preceding year by three percent or more, the tax
18 19	imposed under this subdivision shall be reduced by 0.0667 of a percentage point for the current taxable year until such time as the rate of tax is 1.8 percent on income not exceeding \$3,000;
20	2. Three percent on income in excess of \$3,000, but not in excess of \$5,000 for taxable years
21	beginning before January 1, 2018; for taxable years beginning on and after January 1, 2019, if Virginia
22	GDP growth exceeds the Virginia GDP for the immediately preceding year by three percent or more,
23	the tax imposed under this subdivision shall be reduced by 0.1 of a percentage point for the current
24	taxable year until such time as the rate of tax is 2.7 percent on income in excess of \$3,000 but not in
25 26	excess of \$5,000; Five percent on income in excess of \$5,000, but not in excess of \$12,000 for taxable years beginning
20 27	before January 1, 1987;
28	Five percent on income in excess of \$5,000 but not in excess of \$14,000 for taxable years beginning
29	January 1, 1987, through December 31, 1987;
30	Five percent on income in excess of \$5,000 but not in excess of \$15,000 for taxable years beginning
31 32	January 1, 1988, through December 31, 1988; Five percent on income in excess of \$5,000 but not in excess of \$16,000 for taxable years beginning
3 <u>4</u> 33	January 1, 1989, through December 31, 1989;
34	3. Five percent on income in excess of \$5,000 but not in excess of \$17,000 for taxable years
35	beginning January 1, 1990, through December 31, 2018; for taxable years beginning on and after
36	January 1, 2019, if Virginia GDP growth exceeds the Virginia GDP for the immediately preceding year
37	by three percent or more, the tax imposed under this subdivision shall be reduced by 0.167 of a
38 39	percentage point for the current taxable year until such time as the rate of tax is 4.5 percent on income in excess of \$5,000 but not in excess of \$17,000;
40	Five and three-quarters percent on income in excess of \$12,000 for taxable years beginning before
41	January 1, 1987;
42	Five and three-quarters percent on income in excess of \$14,000 for taxable years beginning January
43	1, 1987, through December 31, 1987;
44 45	Five and three-quarters percent on income in excess of \$15,000 for taxable years beginning January 1, 1988, through December 31, 1988;
46	Five and three-quarters percent on income in excess of \$16,000 for taxable years beginning January
47	1, 1989, through December 31, 1989; and
48	4. Five and three-quarters percent on income in excess of \$17,000 for taxable years beginning on and
49	after January 1, 1990, through December 31, 2018; for taxable years beginning on and after January 1,
50 51	2019, if Virginia GDP growth exceeds the Virginia GDP for the immediately preceding year by three percent or more the tax imposed under this subdivision shall be reduced by 0.10167 of a percentage
51 52	percent or more, the tax imposed under this subdivision shall be reduced by 0.19167 of a percentage point for the current taxable year until such time as the rate of tax is 5.175 percent on income in excess
53	of \$17,000.