

DEPARTMENT OF TAXATION

2022 Fiscal Impact Statement

1. **Patron** David R. Suetterlein

2. **Bill Number** SB 12

House of Origin:

 Introduced

 Substitute

 Engrossed

3. **Committee** Passed House and Senate

4. **Title** Local Taxes; Refund of Surplus Revenues

Second House:

 In Committee

 Substitute

 X **Enrolled**

5. **Summary/Purpose:**

This bill would allow any locality to return surplus personal property tax revenues to taxpayers.

Under current law, any locality may by ordinance develop a method for returning surplus real property tax revenues to taxpayers in any fiscal year in which the locality reports a surplus.

If enacted during the regular session of the 2022 General Assembly, this bill would become effective July 1, 2022.

6. **Budget amendment necessary:** No

7. **Fiscal Impact Estimates are:** Not available. (See Line 8.)

8. **Fiscal implications:**

Administrative Costs

This bill could result in administrative costs to localities related to the refund of surplus revenues. It would have no impact on state administrative costs.

Revenue Impact

This bill could result in an unknown negative revenue impact to localities. It would have no impact on state revenues.

9. **Specific agency or political subdivisions affected:**

All localities

10. **Technical amendment necessary:** No

11. Other comments:

Current Law

Under current law, any locality may by ordinance develop a method for returning surplus real property tax revenues to taxpayers in any fiscal year in which the locality reports a surplus.

Proposal

This bill would allow any locality to return surplus personal property tax revenues to taxpayers, in addition to the authority to return surplus real property tax revenue.

If enacted during the regular session of the 2022 General Assembly, this bill would become effective July 1, 2022.

Similar Legislation

House Bill 267 is identical to this bill.

cc : Secretary of Finance

Date: 3/7/2022 SK
SB12FER161