

DEPARTMENT OF TAXATION

2012 Fiscal Impact Statement

1. **Patron** Benjamin L. Cline

2. **Bill Number** HB 246

3. **Committee** Passed House and Senate

House of Origin:

☐ Introduced

☐ Substitute

☐ Engrossed

4. **Title** Sunset provisions on state tax credits

Second House:

☐ In Committee

☐ Substitute

☒ Enrolled

5. Summary/Purpose:

This bill would prohibit legislation from adding a new state tax credit or renewing an existing state tax credit unless the bill contains an expiration date of not longer than five years from the effective date of the new or renewed state tax credit.

The effective date of this bill is not specified.

6. Budget amendment necessary: No.

7. No Fiscal Impact. (See Line 8.)

8. Fiscal implications:

Administrative Costs

The Department considers implementation of this bill as routine, and does not require additional funding.

Revenue Impact

This bill would have no revenue impact.

9. Specific agency or political subdivisions affected:

Department of Taxation

10. Technical amendment necessary: No.

11. Other comments:

Proposal

This bill would prohibit legislation from adding a new state tax credit or renewing an existing state tax credit unless the bill contains an expiration date of not longer than five years from the effective date of the new or renewed state tax credit.

The effective date of this bill is not specified.

Similar Legislation

House Bill 777 would establish a joint subcommittee to oversee the evaluation of Virginia's tax preferences.

cc : Secretary of Finance

Date: 2/27/2012 KLC
HB246FER161