

1995 SESSION

INTRODUCED

LD4815661

SENATE BILL NO. 1055

Offered January 23, 1995

A BILL to amend the Code of Virginia by adding in Article 3 of Chapter 3 of Title 58.1 a section numbered 58.1-339.2, relating to income tax credit for earned income.

Patrons—Quayle, Gartlan, Holland, E.M., Howell, Lambert, Marye and Miller, Y.B.

Referred to the Committee on Finance

Be it enacted by the General Assembly of Virginia:

1. That the Code of Virginia is amended by adding in Article 3 of Chapter 3 of Title 58.1 a section numbered 58.1-339.2 as follows:

§ 58.1-339.2. Earned-income credit.

Any individual shall be allowed a credit for earned income against the tax levied pursuant to § 58.1-320. Any individual whose credit exceeds his tax liability shall receive a refund equal to the amount the credit exceeds the tax liability. The allowable credit amount shall be ten percent of the federal earned-income credit allowed the individual for the taxable year under § 32 (a) (1) of the Internal Revenue Code, using the percentages under § 32 (b) with the limitation contained in § 32 (a) (2).

2. That the provisions of this act shall be effective for taxable years beginning on and after January 1, 1996.

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SB1055