

Fiscal Analysis

INCOME TAX; REVISE DEFINITION OF NONRESIDENT BUSINESS INCOME



Bill/Sponsor **HOUSE BILL 4557 As Reported, Rep. Barbara Farrah**

House Committee Tax Policy

Analysis **Summary**
House Bill 4557 would amend the Income Tax Act by revising the definition of business income to include such sources as gains or losses from stock and securities of any foreign or domestic corporation, dividend and interest income, and income derived from the sale or liquidation of a business.

Fiscal Impact
According to Department of Treasury estimates, HB 4557 would increase income tax revenue by about six million dollars. Approximately \$1.5 million would be earmarked to the School Aid Fund; the rest would accrue to the General Fund.

Analyst(s)
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FLOOR ANALYSIS - 5/1/03

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