

FISCAL NOTE

May 16, 2019

Bill No:	HB 1437	Printer's No:	1775	Sponsor:	Keller (R)
-----------------	---------	----------------------	------	-----------------	------------

COST / (SAVINGS)

Fund (s)	2018-19	2019-20
General Fund- Lost Revenue	See "FISCAL IMPACT"	\$11 million

SUMMARY: HB 1437 amends the Tax Reform Code (TRC) to increase the cap and introduce reforms to the Rural Jobs and Investment Tax Credit program.

ANALYSIS: HB 1437 amends TRC to create numerous changes to the Rural Jobs and Investment Tax Credit program. The bill introduces new eligibility requirements for rural growth funds, rural businesses, and rural growth investment. The bill also makes changes to the metrics credit recipients must report to DCED, when they must make these reports, and the process for exiting the program.

HB 1437 increases the annual amount of the credit from \$1 million to \$12 million over a five-year period.

HB 1437 takes effect 60 days after passage

FISCAL IMPACT: HB 1437 carries a cost of \$11 million in increased annual lost revenue to the General Fund over the next five years, for a cumulative total of \$56 million.