

March 25, 2011

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2006

Page 1, line 4, after the semicolon insert "to provide for a legislative management study; to provide a contingent appropriation;"

Page 1, replace lines 16 and 17 with:

"Salaries and wages	\$16,910,525	\$1,887,185	\$18,797,710
Operating expenses	5,345,814	2,052,217	7,398,031"

Page 1, replace line 21 with:

"Total all funds	\$31,278,339	\$7,970,110	\$39,248,449"
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Page 1, replace lines 23 and 24 with:

"Total general fund	\$31,182,339	\$8,056,110	\$39,238,449
Full-time equivalent positions	133.00	1.00	134.00"

Page 3, after line 3, insert:

"SECTION 6. LEGISLATIVE MANAGEMENT STUDY - INCOME TAX

CREDITS. During the 2011-12 interim, the legislative management shall consider studying the state's income tax credits. The study must involve the state tax commissioner and include an inventory of all of the state's income tax credits, a review of the nature of each credit, an indication of the targeted class of recipients of each credit, an analysis of possible barriers to using the credits, an analysis of possible gaps and overlaps in the state's income tax credits, the relationship of state income tax credits to federal tax policy, and a review of the effectiveness of each credit. The legislative management shall report its findings and recommendations, together with any legislation required to implement the recommendations, to the sixty-third legislative assembly.

SECTION 7. CONTINGENT FUNDING - EMERGENCY COMMISSION

APPROVAL. The funds appropriated in the salaries and wages line item in section 1 of this Act include \$112,883 from the general fund and the funds appropriated in the operating expenses line item in section 1 of this Act include \$29,440 from the general fund which may be used by the tax department to hire one full-time equivalent position also included in section 1 of this Act, upon emergency commission approval, for the purpose of performing additional compliance projects. The emergency commission may approve the use of these funds and the additional full-time equivalent position only if the tax department certifies that compliance projects conducted by the new compliance officer authorized by the 2011 legislative assembly have resulted in the collection of at least \$500,000, during the nine-month period beginning on the date the new compliance officer position is filled."

Re-number accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2006 - State Tax Commissioner - House Action

	Executive Budget	Senate Version	House Changes	House Version
Salaries and wages	\$18,711,656	\$18,711,656	\$86,054	\$18,797,710
Operating expenses	7,339,151	7,339,151	58,880	7,398,031
Capital assets	16,000	16,000		16,000
Homestead tax credit	8,792,788	8,792,788		8,792,788
Disabled veteran credit	4,243,920	4,243,920		4,243,920
Total all funds	\$39,103,515	\$39,103,515	\$144,934	\$39,248,449
Less estimated income	10,000	10,000	0	10,000
General fund	\$39,093,515	\$39,093,515	\$144,934	\$39,238,449
FTE	133.00	133.00	1.00	134.00

Department No. 127 - State Tax Commissioner - Detail of House Changes

	Adds Funding to Reclassify FTE Position¹	Adds Contingent Funding and FTE Position²	Total House Changes
Salaries and wages	(\$26,829)	\$112,883	\$86,054
Operating expenses	29,440	29,440	58,880
Capital assets			
Homestead tax credit			
Disabled veteran credit			
Total all funds	\$2,611	\$142,323	\$144,934
Less estimated income	0	0	0
General fund	\$2,611	\$142,323	\$144,934
FTE	0.00	1.00	1.00

¹ This amendment authorizes the Tax Department to reclassify 1 vacant FTE project manager position to 1 new compliance officer II position and provides operating expenses for the compliance officer II position.

² A contingent appropriation from the general fund is added for the Tax Department to hire 1 additional FTE compliance officer position based on additional tax revenues collected. A section is added providing the criteria for accessing the contingent funding, including receiving approval from the Emergency Commission.

This amendment adds a section to provide for a Legislative Management study of income tax credits.