

REVISED ANALYSIS

Author: Ackerman Analyst: Rachel Coco Bill Number: SB 157
 Related Bills: See Legislative History Telephone: 845-4328 Date Of Analysis Being Revised: April 6, 2005
 Attorney: Patrick Kusiak Sponsor: _____

SUBJECT: Installment Agreements for Business Entities/Partial Payment Installment Agreements

- REVENUE ESTIMATE CHANGED.
 FURTHER CONCERNS IDENTIFIED.
 REMAINDER OF PREVIOUS ANALYSIS OF BILL AS AMENDED April 6, 2005, STILL APPLIES.
 OTHER – See comments below.

SUMMARY OF BILL

This bill would allow taxpayers, including business entities, to enter into partial payment installment agreements to satisfy a tax liability.

SUMMARY OF REVISION

The revenue estimate contained in the department's analysis of the bill as amended April 6, 2005, has been revised to correct an error. The original estimate stated a minor loss of revenue in 2007/08. It should have shown a negligible gain in 2007/08.

The remainder of the department's analysis of the bill as amended April 6, 2005, still applies.

ECONOMIC IMPACTREVISED ESTIMATE

This bill would result in the following revenue gains:

REVISED Estimated Revenue Impact of Conforming to Partial Payment Installment Agreements (\$ millions)			
Fiscal Year	2005-06	2006-07	2007-08
	\$1	b/	b/

b / Gain of less than \$250,000

Board Position:

S _____ NA _____ NP
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Legislative Director

Date

Jana Howard for Brian Putler

4/28/05

This estimate does not consider the possible changes in employment, personal income, or gross state product that could result from this bill.

Revenue Discussion

This estimate is based on federal projections for the American Jobs Creation Act. Based on federal data, conformity to this provision in the form of acceleration would yield a \$1 million gain for the first fiscal year, a negligible gain each year thereafter.

LEGISLATIVE STAFF CONTACT

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