



## FISCAL NOTE

### Senate Bill 48

Committee: Finance and Taxation Education      Sponsor: Senator Arthur Orr

Analyst: JT Mathis

Date: 03/22/2023

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**Senate Bill 48** as reported by the Committee on Finance and Taxation Education would reduce the current 5% income tax rate on taxable income in excess of \$3,000 for taxpayers that are married filing separate, head of family, or single; and \$6,000 for taxpayers that are married filing jointly, to 4.5% by incrementally decreasing the tax rate by .01% per year over a 5 year period, beginning in fiscal year 2024.

According to the Department of Revenue, this bill would decrease receipts to the Education Trust Fund by the following estimated amount for the following fiscal years:

<b>Fiscal Year</b>	<b>Estimated Loss to ETF</b>
2024	\$ 6.4 million
2025	\$15.9 million
2026	\$26.4 million
2027	\$38.5 million
2028	\$51.7 million
2029 and each year thereafter	\$57.3 million