



**FISCAL NOTE**

**House Bill 115**

Committee: Ways and Means Education

Sponsor: Representative Danny Garrett

Analyst: JT Mathis

Date: 03/30/2023

**House Bill 115** as introduced would reduce the current 5% income tax rate on taxable income in excess of \$3,000 for taxpayers that are married filing seperately, head of family, or single; and \$6,000 for taxpayers that are married filing jointly, to 4.95% in tax year 2027 by incrementally decreasing the tax rate .01% each year over a 5-year period, beginning in tax year 2023.

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>
2023	6.0 million
2024	14.9 million
2025	24.9 million
2026	36.0 million
2027	48.7 million
2028 and each year thereafter	54.2 million