

STATEMENT OF PURPOSE

RS29125 / H0436

This 2022 Tax Relief bill makes the following changes to Idaho's income tax laws:

- It consolidates the income tax brackets from five brackets to four and lowers rates to 1%, 3%, 4.5% and 6% retroactive to January 1, 2022.
- It lowers the corporate income tax to 6% retroactive to January 1, 2022.
- It provides a one-time tax rebate of \$350 million, returning approximately 12% of 2020 Idaho personal income tax (line 20) or \$75 for each taxpayer and dependant, whichever is greater.

FISCAL NOTE

This bill provides \$350 million of tax relief through a one-time tax rebate in FY 2022 and \$251 million in on-going tax relief beginning in FY 2023 by lowering income tax brackets. These reductions are partially offset by \$94 million per year from the Tax Relief fund.

Contact:

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DISCLAIMER: This statement of purpose and fiscal note are a mere attachment to this bill and prepared by a proponent of the bill. It is neither intended as an expression of legislative intent nor intended for any use outside of the legislative process, including judicial review (Joint Rule 18).