

HOUSE COMMITTEE OF REFERENCE REPORT

Chair of Committee

April 17, 2024
Date

Committee on Appropriations.

After consideration on the merits, the Committee recommends the following:

HB24-1288 be amended as follows, and as so amended, be referred to the Committee of the Whole with favorable recommendation:

1 Amend the Finance Committee Report, dated March 4, 2024, page 1,
2 strike lines 16 through 20.

3 Page 2 of the committee report, strike lines 1 through 24 and substitute:

4 "Page 3 of the printed bill, strike lines 23 through 27.

5 Page 4 of the bill, strike lines 1 through 25 and substitute:

6 "DEPARTMENT OF REVENUE A PILOT PROGRAM TO ASSIST UP TO ONE
7 HUNDRED THOUSAND HOUSEHOLDS IN FILING OR AMENDING A FEDERAL
8 INCOME TAX RETURN, A STATE INCOME TAX RETURN, OR BOTH, AND
9 CLAIMING THE FEDERAL AND STATE EARNED INCOME TAX OR CHILD TAX
10 CREDITS FOR UP TO TWO PRIOR TAX YEARS. DEPENDING UPON THE
11 AVAILABLE RESOURCES OF THE THIRD-PARTY ENTITY DESCRIBED IN
12 SUBSECTION (2) OF THIS SECTION, THE PILOT PROGRAM SHALL:

13 (a) ASSIST RESIDENT INDIVIDUALS IN FILING A FEDERAL OR STATE
14 INCOME TAX RETURN AND CLAIMING THE FEDERAL OR STATE EARNED
15 INCOME TAX CREDIT, THE FEDERAL OR STATE CHILD TAX CREDIT, OR BOTH,
16 FOR UP TO TWO PRIOR TAX YEARS; OR

17 (b) ASSIST RESIDENT INDIVIDUALS IN AMENDING THEIR FEDERAL
18 INCOME TAX RETURNS, THEIR STATE INCOME TAX RETURNS, OR BOTH, FOR
19 UP TO TWO PRIOR TAX YEARS IN ORDER TO CLAIM THE FEDERAL AND STATE
20 EARNED INCOME TAX AND CHILD TAX CREDITS.

21 (2) AS THIRD-PARTY RESOURCES ALLOW, A THIRD-PARTY ENTITY
22 SHALL CREATE A PRE-POPULATED FEDERAL OR STATE INCOME TAX
23 RETURN, OR BOTH, FOR ONE OF THE TWO OPTIONS DESCRIBED IN
24 SUBSECTION (1) OF THIS SECTION FOR UP TO ONE HUNDRED THOUSAND
25 RESIDENT HOUSEHOLDS THAT APPEAR TO QUALIFY FOR THE EARNED

1 INCOME TAX CREDIT OR CHILD TAX CREDIT IN UP TO TWO PRIOR TAX
2 YEARS. FOR PARTICIPATING RESIDENTS, THE THIRD-PARTY ENTITY MAY
3 ALSO PRE-POPULATE OTHER PARTS OF THE TAX RETURNS USING
4 INFORMATION PROVIDED BY THE RESIDENT FOR COMPLETING NECESSARY
5 TAX CREDIT APPLICATIONS, AND, WHERE POSSIBLE, SUBMIT THE
6 PRE-POPULATED FORMS TO THE DEPARTMENT OF REVENUE OR INTERNAL
7 REVENUE SERVICE, AS APPLICABLE.

8 (3) (a) TO DEVELOP, IMPLEMENT, AND ADMINISTER THE PILOT
9 PROGRAM DESCRIBED IN THIS SECTION, THE DEPARTMENT OF REVENUE
10 SHALL:

11 (I) COLLABORATE WITH A THIRD-PARTY ENTITY TO IDENTIFY THE
12 POPULATION OF UP TO ONE HUNDRED THOUSAND RESIDENT HOUSEHOLDS
13 WHO MAY BE ELIGIBLE TO CLAIM THE PRIOR YEAR TAX CREDITS IDENTIFIED
14 IN SUBSECTION (1) OF THIS SECTION;

15 (II) NOTIFY THE HOUSEHOLDS IDENTIFIED PURSUANT TO
16 SUBSECTION (3)(a)(I) OF THIS SECTION ABOUT THE AVAILABILITY OF THE
17 PILOT PROGRAM AND INSTRUCT THEM ON HOW TO ACCESS THE PROGRAM
18 AND PROVIDE THE CONSENT REQUIRED BY SUBSECTION (3)(a)(III) OF THIS
19 SECTION;

20 (III) DEVELOP A MECHANISM TO SHARE WAGE DATA WITH THE
21 THIRD-PARTY ENTITY; AND

22 (IV) DEVELOP A SYSTEM FOR RESIDENT INDIVIDUALS TO
23 DIGITALLY CONSENT TO HAVING WAGE DATA SHARED WITH THE
24 THIRD-PARTY ENTITY.

25 (b) THE DEPARTMENT OF REVENUE MAY SEEK, ACCEPT, AND
26 EXPEND GIFTS, GRANTS, OR DONATIONS FROM PRIVATE OR PUBLIC SOURCES
27 FOR THE PURPOSES OF THIS SECTION.

28 (c) AS RESOURCES PERMIT, THE DEPARTMENT OF REVENUE MAY
29 COLLABORATE WITH THE INTERNAL REVENUE SERVICE.

30 (d) THE DEPARTMENT OF REVENUE SHALL DEVELOP, IMPLEMENT,
31 AND BEGIN TO ADMINISTER THE PILOT PROGRAM NO LATER THAN AUGUST
32 15, 2025."."

33 page 2, after line 27 insert "Page 5, after line 12 insert:

34 "(5) THE THIRD-PARTY ENTITY SELECTED PURSUANT TO
35 SUBSECTION (1)(a) SHALL PROVIDE A WRITTEN REPORT TO MEMBERS OF
36 THE SENATE AND HOUSE FINANCE COMMITTEES NO LATER THAN
37 DECEMBER 15, 2025. THE REPORT SHALL PROVIDE INFORMATION THAT
38 INCLUDES:

39 (a) THE NUMBER OF PRE-POPULATED FEDERAL INCOME TAX
40 RETURNS COMPLETED;

41 (b) THE TOTAL NUMBER OF EACH TAX CREDIT CLAIMED AS A

1 RESULT OF THE PILOT PROGRAM SET FORTH IN THIS SECTION;
2 (c) AN ESTIMATE OF THE AMOUNT OF MONEY CLAIMED THROUGH
3 THE PILOT PROGRAM SET FORTH IN THIS SECTION;
4 (d) THE NUMBER OF RETURNS THAT WERE SUPPORTED THROUGH
5 INFORMATION SHARED PURSUANT TO THIS SECTION; AND
6 (e) RECOMMENDATIONS FOR IMPROVING AND CONTINUING THE
7 PILOT PROGRAM."."

8 Renumber succeeding subsection accordingly.

9 Page 3 of the report, line 32, strike "**Page 4**, lines 12 and 14; and".

10 Page 3 of the report, after line 33 insert:

11 "Page 5 of the printed bill, before line 14 insert:

12 **"SECTION 3. Appropriation.** (1) For the 2024-25 state fiscal
13 year, \$167,585 is appropriated to the department of revenue. This
14 appropriation is from the general fund. To implement this act, the
15 department may use this appropriation as follows:

16 (a) \$136,733 for tax administration IT system (GenTax) support;

17 (b) \$14,752 for use by the taxation business group for personal
18 services related to taxation services; and

19 (c) \$16,100 for use by the executive director's office for personal
20 services related to administration and support."."

21 Renumber succeeding section accordingly.

22 Page 1, line 102, strike "**CHILDREN.**" and substitute "**CHILDREN, AND, IN**
23 **CONNECTION THEREWITH, MAKING AN APPROPRIATION.**".

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