

HB 871 -- Tax Credits for Gifts to Certain Persons

Sponsor: Thompson

This bill authorizes a state income tax credit for taxpayers who make gifts of personal property to persons whose income is below the federal poverty level.

The tax credit for each gift by a taxpayer is limited to \$10,000 per occurrence and to \$50,000 per tax year. The credit is not refundable but excesses may be carried over to the next four succeeding tax years.

The Department of Social Services will provide a method for identifying persons whose incomes are below federal poverty level and for verifying the credit amount.

The provisions of the bill will expire six years from the effective date.