

HB 1407 -- TAX CREDITS FOR BUSINESS SHUTDOWNS

SPONSOR: Plocher

This bill provides that for tax years beginning on or after January 1, 2021, a qualified taxpayer, as defined in the bill, will be allowed to claim a tax credit against the taxpayer's state income tax liability in an amount equal to the taxpayer's qualified amount, as defined in the bill.

A qualified amount for a given tax year is the percentage of the taxpayer's real property tax liability as determined by the table set out in the bill, based upon how many days the taxpayer was shutdown for more than fourteen days during an official state of emergency declared by the Governor for reasons not relating to any fault of the taxpayer.

The tax credit is limited at \$50,000 per year and any excess can be carried forward. The tax credit is refundable, but cannot be assigned, transferred, sold, or otherwise conveyed.

If the qualified taxpayer is not the real property owner, the qualified taxpayer must request a document showing the real property tax liability from either the county collector, or any other local government official responsible for maintaining real property tax records.

If more than one qualified taxpayer uses the real property, the qualified amount of the tax credit must be divided between them.