

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 348** SLS 18RS 623

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: March 11, 2018 2:02 PM	Author: APPEL
Dept./Agy.: Revenue	Analyst: Greg Albrecht
Subject: Penalty Waiver For Withholdings and Estimated Tax Paid	

TAX/TAXATION

OR NO IMPACT SG RV See Note

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Provides a penalty waiver for employers that did not immediately begin using the 2018 state income tax withholding tables. (gov sig)

Present law provides penalties for employers who do not withhold the correct amount of income tax and for individuals who underpay their estimated income tax.

Proposed law waives those penalties for employers who remitted incorrect amounts of tax in February, March, and April of 2018 so long as they begin using the new withholding tables or formula by May 1, 2018. For individuals remitting estimated tax, penalties are waived so long as they begin using the new withholding tables or formula by March 1, 2018.

Effective upon governor's signature.

EXPENDITURES	2018-19	2019-20	2020-21	2021-22	2022-23	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2018-19	2019-20	2020-21	2021-22	2022-23	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION

According to the Department of Revenue, there is no anticipated direct material effect on governmental revenues as a result of this measure. Penalty waivers under the circumstances addressed by this bill are likely to be minor, and current law already allows the Secretary to waive penalties for individuals presumed to be acting in good faith.

- Senate Dual Referral Rules
- 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}
- 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}

- House
- 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
- 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

John D. Carpenter
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Legislative Fiscal Officer