



FISCAL NOTE

Senate Bill 48

Committee: Finance and Taxation Education Sponsor: Senator Arthur Orr

Analyst: JT Mathis

Date: 03/22/2023

Senate Bill 48 as introduced would reduce the current 5% income tax rate on taxable income in excess of \$3,000 for taxpayers that are married filed jointly, head of family, or single; and \$6,000 for taxpayers that are married and filing jointly, to 4.5% by incrementally decreasing the tax rate by .01% per year over a 5 year period, beginning in fiscal year 2023.

According to the Department of Revenue, this bill would decrease receipts to the Education Trust Fund by the following estimated amount for the following fiscal years:

Fiscal Year	Estimated Loss to ETF
2023	\$ 6.0 million
2024	\$14.9 million
2025	\$24.9 million
2026	\$36.0 million
2027	\$48.7 million
2028 and each year thereafter	\$54.2 million