



FISCAL NOTE

House Bill 175

Committee: Ways and Means Education

Sponsor: Representative Danny Garrett

Analyst: JT Mathis

Date: 05/23/2023

House Bill 175 as introduced would increase the obligations of the Education Trust Fund by an estimated \$1 billion for fiscal year 2023 by providing a one-time tax rebate check to certain qualified individual income taxpayers in an amount equal to: (1) \$400 for taxpayers that are married filing separate, head of family, or single; or (2) \$800 for taxpayers that are married filing jointly. This bill would provide that this rebate shall not constitute taxable income for Alabama income tax purposes.

Further, this bill would increase the administrative obligations of the Department by an estimated \$1.1 million to mail these rebate checks to approximately 1.9 million taxpayers within 90 days of the effective date of this bill.