# FISCAL NOTE

## House Bill 452

Committee: Ways and Means Education | Sponsor: Representative Chris Pringle

Analyst: Riley Aaron | Date: 02/17/2026

**House Bill 452** as introduced would amend the Historic Rehabilitation Tax Credit to extend the program, which would sunset under current law on December 31, 2027 to December 31, 2032; and for tax years 2028 through 2032:

1. For rural communities:
   - Decreases the threshold to qualify for a tax credit from $25,000 of qualified expenditures, under current law, to $20,000.
   - Increases the amount of the historical rehabilitation income tax credit from 25% of the qualified expenditures to 30%.
2. For urban communities:
   - Retains the existing threshold to qualify for a tax credit at $25,000 of qualified expenditures.
   - Retains the current amount of the historical rehabilitation income tax credit at 25% of the qualified expenditures.
3. Increase the annual aggregate credit cap from $20 million, under current law, to $25 million for years 2028 through 2032; and
4. Establish a $325 million cap on the total amount of credits that may be reserved for the period of January 1, 2017 to December 31, 2032.

This bill could reduce receipts to the Education Trust Fund by a maximum of $25 million annually in fiscal years 2029 through 2033 ($125 million total) dependent on the amount of tax credits claimed each year. According to the Department of Revenue, 26 taxpayers claimed a total of $13.4 million in credits in tax year 2025, and a total of 89 taxpayers have claimed $84 million in tax credits since the inception of the program.