



FISCAL NOTE

House Bill 527

Committee: Finance and Taxation Education Sponsor: Representative James Lomax

Analyst: Riley Aaron

Date: 04/03/2026

House Bill 527 as passed the House of Representatives could decrease income tax receipts to the Education Trust Fund by an estimated \$37.4 million annually for Fiscal Years 2027 through 2029 by allowing an individual to claim an income tax deduction, up to \$1,000 of qualified overtime compensation, for tax years 2026 through 2028.

This bill could also decrease sales and use tax receipts to the Education Trust Fund by an estimated \$45.8 million and the State General Fund by estimated \$159,000, for fiscal year 2026 by suspending the state portion of the sales and use tax levied on food for the period beginning May 1, 2026 and ending June 31, 2026.