

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2015

Legislative Fiscal Note

BILL NUMBER: Senate Bill 202 (First Edition)
SHORT TITLE: Reenact Preservation Rehab Tax Credits.
SPONSOR(S): Senator Lowe

FISCAL IMPACT					
(\$ in millions)					
	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	<input type="checkbox"/> No Estimate Available		
	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19
State Impact					
General Fund Revenues:	(4.7)	(7.3)	(9.9)	(12.5)	(15.1)
General Fund Expenditures:					
Special Fund Revenues:					
Special Fund Expenditures:					
State Positions:					
NET STATE IMPACT	(\$4.7)	(\$7.3)	(\$9.9)	(\$12.5)	(\$15.1)
Local Impact					
Revenues:					
Expenditures:					
NET LOCAL IMPACT	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
PRINCIPAL DEPARTMENT(S) & PROGRAM(S) AFFECTED: North Carolina Department of Revenue					
EFFECTIVE DATE: Taxable years beginning on or after January 1, 2015					
TECHNICAL CONSIDERATIONS: None					

BILL SUMMARY:

The bill extends the sunset of the Mill Rehabilitation and Historic Rehabilitation Tax Credits from January 1, 2015 to January 1, 2021.

ASSUMPTIONS AND METHODOLOGY:

The estimated impact of the bill is divided between the cost of reenacting the Mill Rehabilitation Tax Credit and the Historic Rehabilitation Tax Credit:

Fiscal Impact in \$ Millions					
	FY 15-16	FY 16-17	FY 17-18	FY 18-19	FY 19-20
Mill Rehabilitation Tax Credit	-2.1	-2.1	-2.1	-2.1	-2.1
Historic Rehabilitation Tax Credit	-2.6	-5.2	-7.8	-10.4	-13

The estimate is derived from tax credit data concerning the use of the Mill Rehabilitation and Historic Rehabilitation Tax Credits included in economic incentive reports published annually by the Department of Revenue. The estimated impact of reenacting the Historic Rehabilitation Tax Credit takes into consideration that it is taken in five installments.

SOURCES OF DATA: NC Department of Revenue

TECHNICAL CONSIDERATIONS: None

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