

HB 1001 -- Income Tax Credit for Small Businesses

Sponsor: Kratky

Beginning January 1, 2010, this bill authorizes an income tax credit for small businesses of \$500 for each employed person who is disabled or recently discharged from a correctional facility. The disabled individual must be employed at least one year for a minimum of 25 hours per week, and an individual recently discharged from a correctional facility must work at least one year for a minimum of 40 hours per week for the small business to be eligible for the credit. The small business will be eligible for the credit for the first three years the individual recently discharged from a correctional facility is employed and for each year the disabled person is employed. The credit is not refundable and cannot be transferred, but it can be carried forward three subsequent taxable years. The credit is on a first-come, first-served filing basis and cannot exceed \$10 million in any fiscal year.

The provisions of the bill will expire December 31 six years from the effective date.