

HCS HB 1717 -- WITHHOLDING TAX FILING REQUIREMENTS (Kelley, 126)

COMMITTEE OF ORIGIN: Committee on Ways and Means

This substitute clarifies that a small business formed as a sole proprietorship, partnership, S-corporation, C-corporation, limited liability company, or limited liability partnership or other business entity can qualify for the income tax deduction for job creation by a small business and allows any flow-through entity to pass the deduction onto its members, shareholders, or partners.

Currently, an employer is allowed to file an annual withholding tax return instead of four quarterly returns when the aggregate amount withheld is less than \$20 in each of the four preceding quarters. The substitute changes the amount to less than \$100.

FISCAL NOTE: Estimated Net Cost on General Revenue Fund of More than \$100,000 to Unknown in FY 2013, Unknown in FY 2014, and Unknown in FY 2015. No impact on Other State Funds in FY 2013, FY 2014, and FY 2015.