

HB 649 -- Developmental Disability Care Provider Tax Credit Program

Sponsor: McGhee

This bill establishes the Developmental Disability Care Provider Tax Credit Program which, beginning January 1, 2011, authorizes a tax credit of 50% of the amount of a taxpayer's contribution to a developmental disability care provider if the provider submits an application for the credit to the Department of Social Services on behalf of the taxpayer, provides the taxpayer's name and identification number and the date and amount of the donation, and pays the department an amount equal to the value of the credit. The credit is not refundable but can be carried forward for up to four years and is transferrable.

Currently, residential treatment agencies are not allowed to apply for residential treatment agency tax credits in an amount greater than 40% of the payments received by the agency from the department. The bill allows residential treatment agencies to apply for the tax credits in an amount that does not exceed the amount of payments received by the agency and extends the expiration date of the Residential Treatment Agency Tax Credit Program to August 28, 2017, and its termination date to September 1, 2018.

The provisions regarding the Developmental Disability Care Provider Tax Credit Program will expire six years from the effective date.