

FISCAL NOTE

November 4, 2021

Bill No:	SB 288	Printer's No:	800	Sponsor:	Mensch (R)
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COST / (SAVINGS)

Fund (s)	2021-22	2022-23
General Fund	\$62.9 million	\$94.7 million

SUMMARY: SB 288 provides for the manufacturing innovation and reinvestment deduction.

ANALYSIS: This bill allows manufacturers to deduct private capital investments in excess of \$1 million from taxable income in any one year of the succeeding ten tax years.

Investment	Deduction
\$1 million to \$10 million	12.5 percent, 62.5 percent of investment maximum
\$10 million to \$60 million	10 percent, 50 percent of investment maximum

FISCAL IMPACT:

Fiscal Year	Cost
2021-22	\$62.9 million
2022-23	\$94.7 million
2023-24	\$139.8 million
2024-25	\$184.6 million
2025-26	\$239.1 million