Georgia Tax Expenditure Report for FY 2020

Prepared by the Fiscal Research Center of the Andrew Young School of Policy Studies at Georgia State University

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Introduction

Tax expenditures are provisions in the tax code that allow for special treatment of a source of income or a certain type of expense. Such treatment usually results in a reduction in tax liability for the taxpayer. In principle, these tax benefits could be provided by direct appropriation, thus these provisions are referred to as "expenditures". They represent tax revenues that would have been otherwise generated if not for this preferential treatment in the tax code.

Like direct government expenditures, tax expenditures are an allocation of government revenue that are intended to achieve a particular policy outcome or encourage some activity. The value of a tax expenditure can be thought of as representing the amount of money that would be necessary to provide the same level of financial support in the form of a government grant instead of through the tax code. Tax expenditures are received by businesses and individual taxpayers and are present in all of Georgia's major taxes, including the individual income tax, corporate income tax, and sales tax.

Tax expenditures, also referred to as tax preference items, can take several forms. Many are structured as tax credits and deductions, such as the corporate credit for hiring a new worker or the individual deduction for the mortgage interest paid on a primary residence. Other expenditures are in the form of exclusions of income. For example, at the state level, individuals in Georgia are allowed to exclude the value of Social Security benefits from the calculation of Georgia taxable income. Lastly, some tax expenditures may be provided in the form of reduced rates for selected items in the tax base, such as the partial sales tax exemption for jet fuel.

Tax Expenditure Report

Preparation of a tax expenditure report is required by Title 45, Chapter 12, Article 4 of the Official Code of Georgia Annotated. The purpose of the report is to list all tax expenditures and their value. In this way, these items can be tracked over time in a fashion analogous to a budget of direct governmental expenditures.

While direct expenditures for such items as education or transportation are reviewed annually with every budget, it is usually the case that tax expenditures are not subject to such periodic review. It is important to monitor the value associated with these provisions as they are a reduction in tax revenue and their presence results in special treatment for some taxpayers relative to others. For example, the state government supports education through direct expenditure programs and through HOPE scholarships but also allows a tax deduction for certain educational expenses borne by the taxpayer or paid by an employer. Both the direct expenditure and the tax expenditure represent an allocation of government resources toward education, but only the direct expenditures are listed in an annual budget.

Leaving tax expenditures out of the annual budgetary review process creates two types of distortions. First, it under-represents the amount of government resources allocated for a given

purpose. Second, it incorrectly represents the distribution of the benefits of government expenditures. The benefits of tax expenditure provisions are usually targeted to higher income taxpayers compared to direct expenditure programs, so that the absence of tax expenditures in the overall analysis may lead to the conclusion that government resources are targeted toward less affluent taxpayers. In addition, not all tax expenditure programs have a direct budgetary counterpart, thus without a tax expenditure report, these provisions and their distributional effects escape notice.

The presence of tax expenditures is not necessarily bad tax policy. However, not recognizing or monitoring the resources allocated through the tax system is not good fiscal policy. Through this report, we hope to provide a consolidated listing of government resources provided through this means. This report does not, however, provide any information on how effective the provision may be in terms of fulfilling its purpose. For instance, while the value of the Research and Development (R&D) credit may be reported annually in the tax expenditure report, there is no accompanying analysis to determine the extent to which more research activities have been undertaken due to the presence of the special provision.

Identifying Tax Expenditures

In most cases, identifying a tax expenditure is straightforward. Tax expenditures are deviations or special exceptions from the generally defined tax base, sometimes referred to as the normal tax base or the reference tax base. However, there may be disagreement as to what constitutes the normal or reference tax base. Even at the federal level, the list of tax expenditure items included by the Administration differs from the list estimated by Congress because each works from a different definition of the standard tax base. The appropriate norm against which tax expenditures are defined is somewhat subjective and may, in some cases, be driven by the intent of the policy underlying the legislation. For example, one would not consider the difference between the current top income tax rate of 6 percent and the tax rate of 1 percent a tax expenditure.

Tax credits and deductions for certain types of activities, such as the jobs tax credit or the lowincome housing credit, are always classified as tax expenditures. This is also the case for items that are taxed at a reduced rate. In addition, specific exclusions from the tax base are, in most cases, considered tax expenditures. Because the Georgia individual and corporate tax systems are both tied to the federal individual and corporate bases, exclusions or deductions at the federal level apply to the state tax base as well. In some cases, Georgia chooses not to conform to federal provisions, such as the Section 199 deduction for domestic production activities. In these cases, we do not include the provision as a tax expenditure. It is also important to note that tax expenditures are not computed for revenue that is due but not collected.

There are instances when it is unclear whether a given tax provision should be listed as a tax expenditure. This is because it is unclear what constitutes the general rule, and therefore, it is

sometimes difficult to determine which provisions are exceptions to that rule. Consider the individual income tax exemption. Individuals are allowed to exclude an amount of income for each taxpayer included on the return but this exemption of income is not considered a tax expenditure by all states. Another example is the provision allowing for the use of a single-factor apportionment formula in allocating income earned by corporations operating in more than one state. Because the general rule of the single-factor apportionment formula has been established at the state level, only deviations from that rule would be listed as a tax expenditure. Alternatively, if one considers the status-quo method of apportionment to be the equally weighted three-factor apportionment formula, any deviation from that rule, such as the double-weighted three-factor or single-factor apportionment formula, would be reported as a tax expenditure. This sort of problematic classification of tax expenditures also applies to the taxation of services under the state sales tax. Because state legislation refers to the purchase of tangible goods, the exclusion of services from the base may not be seen as a deviation from the general rule. On the other hand, if it is really the intent of the general rule to tax all consumption, then the exclusions provided to the consumption of services should be listed as a tax expenditure. In this report we attempt to incorporate as comprehensive a definition as possible.

Defining a tax expenditure in the case of the sales tax requires particular discussion. Because there is no federal sales tax, there is no list of federal sales tax expenditures to use as a starting point. For this report, we use the state tax statute as the basis for identifying sales tax expenditures. Therefore, if an exemption specifically exists in the state statute, it is listed as a sales tax expenditure. This has the advantage of being a very straightforward and non-subjective rule to apply. As a second advantage, this method provides a comprehensive list of all statutory exemptions allowing for comparison between provisions affecting taxpayers and industries.

This rule has the disadvantage of identifying many sales tax provisions as tax expenditures that would not be identified as tax expenditures under the rule of good tax policy. This is particularly true in the case of business inputs. There are several business inputs, such as the exemption for energy used in manufacturing, that are listed in this report as tax expenditures but are not activities that should be included in the tax base, if the base were defined using the best economic principles. When business inputs are included in the sales tax base, those inputs are taxed and the tax is included in the price when the input is sold to the next stage of production. The more these inputs are taxed at the intermediate stages of production, the more the tax is imbedded in the price of the item. This embedded tax distorts prices and influences economic decisions. Therefore, it is important to understand that while some business exemptions are listed as tax expenditures that are provided for more societal reasons, such as the tax exemption for public school lunches or for the sale of food for off-premises consumption. To aid policy makers, this report identifies sales tax expenditure provisions that are considered business inputs.

Tax Expenditures vs. Revenue Estimates

The estimate associated with a tax expenditure provision does not necessarily represent the revenue that would be gained from the repeal of the enabling legislation. Instead, the cost of the tax expenditure represents the value of the deduction or credit taken via the particular provision by itself, without consideration of potential interactions with other provisions. Although the presence of one provision may interact with the use of another provision, tax expenditures are estimated as independent provisions. For instance, if the federal research and development tax credit were repealed, federal revenues would not increase by the amount of the federal tax expenditure estimate but by a smaller amount. This is because some of the research expenditures claimed through the federal tax credit would be shifted over to another tax deduction or credit so that the savings to the government would be less than the value of the tax expenditure estimate. In addition, tax expenditure estimates do not incorporate behavioral effects that may occur due to the elimination of a provision. For instance, the tax expenditure estimate associated with the deduction for charitable giving is based on a current level of charitable contributions. If the deduction for charitable contributions were eliminated, the revenue effect presented in the fiscal note would incorporate both the initial value of charitable contributions from the tax expenditure estimate and a timing effect that would result from people speeding up their level of contributions in response to the future loss of the deduction. Thus, tax expenditure estimates can only act as an indication of the revenue effect that would occur if the provision were eliminated or modified.

Data Sources and Reliability of Estimates

To the extent possible, data from the Georgia Department of Revenue (DOR) is used to estimate the expenditures included in this report. Unfortunately, the required information is not always collected or available. When it is not, other data sources, such as information from the U.S. Census Bureau, the U.S. Bureau of Economic Analysis, or the U.S. Bureau of Labor Statistics, are used. Every effort is made to provide reliable, well supported estimates of the provisions. Because of the time lag in processing income tax returns, the most recent data available from the Georgia DOR was calendar year (CY) 2016. Therefore, even in cases in which the Georgia DOR data is used as the primary data source, the tax expenditures presented in this report are estimates.

Two subjective measures of reliability are provided in this report: the estimate reliability and the data reliability. The reliability of both the estimate and data are categorized into three classes: A, B, and C. Class A estimates and data sources are considered the most reliable. Data sources with a Class A status consist of data from the federal statistical agencies or from the Georgia DOR. Estimates with a Class A status are typically those estimates that are based on Class A data that is particularly applicable to the expenditure provision. For instance, most of the state business tax credit expenditures are listed as Class A estimates. They are based on tax credit data provided by the Georgia DOR that specifically addresses or measures the tax expenditure provision. On the

other hand, most sales tax estimates are given a Class B status. While these provisions may be based on Class A data sources, such as the Economic Census or the Consumer Expenditure Survey from the Bureau of Labor Statistics, the data may only be available at a national level, or the data may refer to more activities than is covered by the tax expenditure provision. In these cases, the data must be adjusted to represent the specific activity associated with the expenditure provision and scaled down to represent the value of the activity within Georgia. Class C estimates are believed to provide reasonable estimates and are based on the best data available. For some items, no reliable information is available. In these cases, no estimate for the expenditure is provided.

Class of Estimate/Class of	Description of Estimate	Examples of Data Sources
Data	Reliability	by Reliability Status
		Data from Department of
	Based on data specifically	Revenue, Bureau of Labor
Class A	related to the tax expenditure	Statistics Consumer
Class A	provision and to Georgia	Expenditure Survey, Bureau
	taxpayers	of Economic Analysis, U.S.
		Census Bureau datasets
	Based on national data which	
	has been modified to	Industry surveys and trade
Class B	represent Georgia and the	magazines, most proprietary
	specific tax activity covered	information
	by the expenditure	
Class C	Represents best available	Newspaper articles,
Class C	estimate at this time	secondary sources

Local Government Effects

In addition to the state estimates, this report attempts, where possible, to estimate the effects on local government revenues. There are many state exemptions that have local ramifications, such as numerous exemptions from the sales tax base. The local estimates that are provided represent the aggregate value of the exemptions that would accrue to the counties, municipalities, school districts, and special service districts, including tax allocation and community improvement districts.

Consistency with prior estimates

The current report, FY 2020, presents estimates for FY 2018-FY 2020. The report for FY 2019 provided estimates for FY 2017-FY 2019. In most cases the estimates between the current and past reports are consistent, with the latest report continuing the same trend in the value of the estimates that was established in earlier reports. On the other hand, there are some cases in which

the estimate presented in the FY 2020 report differs significantly from that presented in the past reports. This usually occurs because new information has become available or because a new forecast of economic activity is relied upon to predict future values. The updated estimates are included in the current report and any major inconsistency with prior reports is noted in the discussion relating to the expenditure.

Outline of the Report

The report continues with a summary table containing a title of each tax expenditure provision, the tax base it is associated with, the type of expenditure and the estimated value for FY 2018, FY 2019, and FY 2020 for all tax expenditures identified in the report. Provisions that are assigned a positive value denote an expenditure that is estimated to reduce state or local revenues. Provisions assigned a value of "(m)" denote a tax expenditure that is estimated to reduce state to reduce state revenues by less than \$1 million. Provisions assigned a negative value denote a positive tax expenditure that is estimated to increase state revenues. Provisions assigned a value of "(-m)" denote a tax expenditure that is estimated to increase state revenues by less than \$1 million.

In addition to an identifying title, each expenditure provision is assigned an expenditure number, the first digit of which corresponds to the different sections of this report, such as 1 for the individual income tax and 5 for the insurance premium tax. The remaining portion of the numeric identifier is used to divide the expenditures into different subcategories such as federal and state expenditures, and deductions and credits. Only in the case of the sales tax exemptions does the expenditure number have any relationship to the state tax code section to which the expenditure item is associated. The numeric identifiers for each provision are consistent across tax expenditure reports and can be used to compare expenditure estimates from one report to the next.

Following the summary tables are detailed sections for each of the specific taxes covered in this report. These detailed sections begin with a brief description of the tax, latest figures on revenue collection and any information on recent modifications to the base. These detailed sections also include additional information for each of the expenditure items such as the statute number, the year in which the expenditure provision was enacted and the year in which it became effective, information on the data and estimate reliability and data source, a more detailed description of the tax expenditure provision, and the value of the expenditure provisions, sales and use tax expenditures by type, and distributional analysis for a selected number of income tax provisions.

	Su	inniar y or S	tate Tax Exp	1	G + - +	a
Expenditure	Summary	Tax	Type of Expenditure	State FY 2018	State FY 2019	State FY 2020
	ne Tax Provisions ¹	1 4 5	Expenditure	112010	112017	F I 2020
reuerai meon	Exclusion of	Federal				
	employee meals	Individual				
1.1.001	and lodging	Income Tax	Exclusion	20	20	21
1.1.001	Exclusion of	meome rax	Exclusion	20	20	21
	housing	Federal				
	allowances for	Individual				
1.1.002	ministers	Income Tax	Exclusion	5	5	4
1.1.002	Exclusion of	meome rax	Exclusion	5	5	4
	employer-	Federal				
	provided child	Individual				
1.1.003	care	Income Tax	Exclusion	15	14	14
1.1.005	Exclusion of	Federal	Exclusion	15	14	14
	employee	Individual				
1.1.004	awards	Income Tax	Exclusion	3	3	3
1.1.004	Exclusion of	meome rax	Exclusion	5	5	5
	employer					
	contributions					
	and earnings to					
	pension plans					
	includes					
	Keoghs, defined					
	benefit and					
	defined	Federal				
	contribution	Individual				
1.1.005	plans	Income Tax	Exclusion	1,450	1,523	1,596
	Exclusion of			,	· · · ·	
	employer					
	contributions for					
	health care,					
	health insurance					
	premiums and					
	long-term care	Federal				
	insurance	Individual				
1.1.006	premiums	Income Tax	Exclusion	1,004	1,064	1,160
	Exclusion of					
	employer-paid					
	accident and	Federal				
	disability	Individual				
1.1.007	premiums	Income Tax	Exclusion	29	29	30

¹ These are Internal Revenue Code provisions (IRC) adopted by Georgia as part of its personal and corporate income tax.

		•	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Exclusion of		1			
	employer					
	contributions for					
	premiums on	Federal				
	group long-term	Individual				
1.1.008	life insurance	Income Tax	Exclusion	24	24	25
	Exclusion of					
	employer-paid					
	transportation					
	benefits and					
	employer-					
	provided transit	Federal				
	and vanpool	Individual				
1.1.009	benefits	Income Tax	Exclusion	36	37	38
	Exclusion of					
	benefits					
	provided	Federal				
	through cafeteria	Individual				
1.1.010	plans	Income Tax	Exclusion	210	229	246
	Exclusion of					
	employer-					
	provided	Federal				
	adoption	Individual				
1.1.011	assistance	Income Tax	Exclusion	1	1	1
	Exclusion of					
	employer-					
	provided					
	education					
	benefits (including					
	(including education					
	assistance and	Federal				
	tuition reduction	Individual				
1.1.012	benefits)	Income Tax	Exclusion	8	8	8
1.1.012			LACIUSION		0	0
	Exclusion of	Federal				
	miscellaneous	Individual				
1.1.013	fringe benefits	Income Tax	Exclusion	47	48	50
	Exclusion of					
	foreign earned					
	income					
	(including	Federal				
1 1 0 1 4	housing and	Individual	F 1 '	4.4	4.5	40
1.1.014	salary)	Income Tax	Exclusion	44	45	48

			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Exclusion of					
	certain					
	allowances for					
	federal	Federal				
	employees	Individual				
1.1.015	abroad	Income Tax	Exclusion	7	8	8
	Exclusion of					
	benefits and					
	allowances to					
	armed forces					
	personnel					
	(includes					
	expenditure for					
	military	Federal				
	disability	Individual				
1.1.016	benefits)	Income Tax	Exclusion	53	53	55
	Exclusion of					
	medical care and					
	Tricare medical					
	insurance for					
	military					
	dependents,					
	retirees, and	Federal				
	retiree	Individual				
1.1.017	dependents	Income Tax	Exclusion	33	30	32
	Exclusion of					
	veterans'					
	benefits					
	(includes					
	veterans					
	disability					
	compensation,					
	pensions, and	Federal				
	readjustment	Individual				
1.1.018	benefits)	Income Tax	Exclusion	66	61	63
	Exclusion of					
	income					
	attributable to					
	the discharge of					
	certain student					
	loan debt and					
	National Health					
	Service Corp					
	and certain state	Federal				
	educational loan	Individual				
	1	Income Tax	Exclusion	1	1	1

		v	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
-	Exclusion of		1			
	workers'					
	compensation					
	benefits					
	(includes					
	disability and					
	survivor benefits					
	and medical					
	benefits, and					
	exclusion of					
	damages on					
	account of					
	personal					
	physical injuries	Federal				
	or physical	Individual				
1.1.020	sickness)	Income Tax	Exclusion	51	50	51
	Exclusion of					
	special benefits	Federal				
	for disabled coal	Individual				
1.1.021	miners	Income Tax	Exclusion	(m)	(m)	(m)
	Exclusion of					
	untaxed Social					
	Security and	F . 1				
	railroad	Federal Individual				
1.1.022	retirement benefits		Exclusion	192	187	192
1.1.022	Exclusion of	Income Tax Federal	EXClusion	192	187	192
	certain foster	Individual				
1.1.024	care payments	Income Tax	Exclusion	2	2	2
1.1.024	Exclusion of	meome rax	Exclusion	2	2	2
	scholarship and	Federal				
	fellowship	Individual				
1.1.026	income	Income Tax	Exclusion	15	16	17
1.1.020	Exclusion of	пеоте тах	LACIUSION	1.5	10	1/
	earnings of					
	Coverdell					
	education					
	savings accounts					
	and interest on	Federal				
	educational	Individual				
1.1.027	savings bonds	Income Tax	Exclusion	1	1	1

)	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Exclusion of					
	earnings of					
	qualified tuition					
	programs					
	(including					
	prepaid tuition					
	programs and	Federal				
	savings account	Individual				
1.1.028	programs)	Income Tax	Exclusion	5	8	9
	Exclusion for					
	certain					
	agricultural cost-	Federal				
	sharing	Individual				
1.1.029	payments	Income Tax	Exclusion	(m)	(m)	(m)
	Exclusion of					
	cancellation of					
	indebtedness	Federal				
	income for	Individual				
1.1.030	farmers	Income Tax	Exclusion	1	1	1
	Exclusion of					
	interest on state					
	and local					
	government	Federal				
	private activity	Individual				
1.1.031	bonds	Income Tax	Exclusion	(m)	(m)	(m)
	Exclusion of	.				
	capital gains on	Federal				
	sales of principal	Individual		• 10		• • • •
1.1.032	residences	Income Tax	Exclusion	249	259	268
	Exclusion of	Federal				
1 1 0 2 2	capital gains at	Individual	F 1 '	144	150	1.00
1.1.033	death	Income Tax	Exclusion	144	156	160
	Carryover basis	Federal				
1 1 024	of capital gains	Individual	Evolution	2	Λ	7
1.1.034	on gifts	Income Tax	Exclusion	3	4	7
	Permanent	Fadaral				
	Exemption from	Federal				
1 1 025	imputed interest	Individual Income Tax	Evolucion	3	3	3
1.1.035	rules		Exclusion	3	3	3
	Exclusion of	Federal Individual				
1.1.036	combat pay	Income Tax	Exclusion	14	10	9
1.1.030	combat pay		LACIUSIOII	14	10	7

			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
•	Exclusion of		•			
	energy					
	conservation					
	subsidies	Federal				
	provided by	Individual				
1.1.037	public utilities	Income Tax	Exclusion	(m)	(m)	(m)
	Exclusion of					
	interest on					
	public purpose					
	state and local	Federal				
	government	Individual				
1.1.040	bonds	Income Tax	Exclusion	1	1	1
	Exclusion of					
	income earned					
	by voluntary					
	employees'	Federal				
	beneficiary	Individual				
1.1.041	associations	Income Tax	Exclusion	11	10	10
	Exclusion of					
	survivor					
	annuities paid to					
	families of					
	public safety	Federal				
	officers killed in	Individual				
1.1.042	the line of duty	Income Tax	Exclusion	(m)	(m)	(m)
	Exclusion of					
	disaster	Federal				
	mitigation	Individual				
1.1.043	payments	Income Tax	Exclusion	(m)	(m)	(m)
	Accelerated	Federal				
	depreciation	Individual				
1.2.001	(MACRS)	Income Tax	Deduction	23	20	17
	Expensing of					
	exploration and					
	development	Federal				
	costs: nonfuel	Individual				
1.2.003	minerals	Income Tax	Deduction	(m)	(m)	(m)
	Amortization of	Federal				
	business startup	Individual				
1.2.004	costs	Income Tax	Deduction	(m)	1	1
	Expensing of					
	research and	Federal				
	experimental	Individual				
1.2.005	expenses	Income Tax	Deduction	(m)	0	0

			Type of	State				
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020		
	Expensing of							
	magazine	Federal						
	circulation	Individual						
1.2.006	expenditures	Income Tax	Deduction	(m)	(m)	(m)		
	Deductions of							
	oil and gas							
	exploration and	Federal						
	development	Individual						
1.2.007	costs	Income Tax	Deduction	0	0	0		
	Special							
	treatment for							
	expenses related	Federal						
	to timber	Individual						
1.2.008	production	Income Tax	Deduction	2	2	2		
	Expensing under							
	IRC section 179							
	of depreciable	Federal						
	business	Individual						
1.2.009	property	Income Tax	Deduction	69	63	48		
	Exceptions for							
	publicly traded							
	partnerships							
	with qualified							
	income derived							
	from certain	Federal						
	energy-related	Individual		-				
1.2.010	activities	Income Tax	Deduction	2	1	2		
	Treatment of							
	income from							
	exploration and							
	mining of							
	natural resources							
	as qualifying							
	income under							
	the publicly	.						
	traded	Federal						
1 0 011	partnerships	Individual			<u> </u>	_		
1.2.011	rules	Income Tax	Deduction	(m)	0	0		
	Various	T 1 1						
	agricultural	Federal						
1 2 0 1 2	expensing	Individual	Datest	1	1	1		
1.2.012	provisions	Income Tax	Deduction	1	1	1		
	Community and	$\mathbf{D} = 1 = 1$						
	regional	Federal						
1 2 012	development	Individual	Doduction	(()		
1.2.013	incentives	Income Tax	Deduction	(m)	(m)	(m)		

		C	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Expensing to					
	remove					
	architectural and					
	transportation					
	barriers to the	Federal				
	handicapped and	Individual				
1.2.014	elderly	Income Tax	Deduction	(m)	(m)	0
	Inventory					
	methods and					
	valuation,					
	(including last-in					
	first-out, lower					
	of cost or					
	market, specific					
	identification for	Federal				
	homogenous	Individual				
1.2.015	products)	Income Tax	Deduction	2	2	2
		Federal				
	Health Savings	Individual				
1.2.017	Accounts	Income Tax	Deduction	31	35	37
	Deduction of	Federal				
	property taxes	Individual				
1.2.018	on real property	Income Tax	Deduction	269	129	98
	Deduction of					
	mortgage					
	interest on	Federal				
	owner-occupied	Individual				
1.2.020	residences	Income Tax	Deduction	293	196	194
	Deduction of					
	charitable					
	contributions					
	(includes					
	deductions for					
	health,					
	education, and					
	for purposes	Federal				
	other than health	Individual				
1.2.021	and education)	Income Tax	Deduction	501	430	391
	Deduction of	Federal				
	casualty and	Individual				
1.2.022	theft losses	Income Tax	Deduction	2	1	1
	Deductions					
	Deduction of	T2 - 1 1				
	overnight	Federal				
1 2 022	expenses for	Individual	Deduction	1	1	1
1.2.023	National Guard	Income Tax	Deduction	1	1	1

		~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	and Reserve	1 11/1	Lapenaitare			112020
	members					
	Deduction of	Federal				
	interest on	Individual				
1.2.025	student loans	Income Tax	Deduction	12	12	12
	Deduction of					
	health insurance					
	premiums and					
	long-term care					
	insurance	Federal				
	premiums by the	Individual				
1.2.028	self-employed	Income Tax	Deduction	33	38	42
	Deduction of					
	medical and					
	dental expenses	Federal				
	and long-term	Individual				
1.2.029	care expenses	Income Tax	Deduction	62	47	45
	Net exclusion of					
	pension					
	contributions					
	and earnings:	Federal				
	traditional and	Individual				
1.2.030	Roth IRAs	Income Tax	Deduction	137	139	146
		Federal				
	Limit on NOL	Individual				
1.2.031	deduction ²	Income Tax	Deduction	-1	-1	-1
	Deferral of gain	Federal				
	on like-kind	Individual				
1.3.001	exchanges	Income Tax	Deferral	27	28	28
	Special rules for					
	magazine,					
	paperback book,	Federal				
	and record	Individual				
1.3.002	returns	Income Tax	Special Rule	(m)	(m)	(m)
	Two-year					
	carryback for net					
	operating losses	Federal				
	attributable to	Individual				
1.3.003	farming	Income Tax	Special Rule	(m)	(m)	(m)

 $^{^{2}}$  Negative values denote a tax expenditure that is estimated to increase state revenues.

		-	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Special rules for	<b>F</b> 1 1				
	mining	Federal				
1 0 00 1	reclamation	Individual	G			<i>(</i> )
1.3.004	reserves	Income Tax	Special Rule	(m)	(m)	(m)
	Cash	<b>F</b> 1 1				
	accounting,	Federal				
1 0 005	other than	Individual	G	24	20	22
1.3.005	agriculture	Income Tax	Special Rule	24	28	22
	Deferral of gain	Federal				
	on non-dealer	Individual	~	_	_	_
1.3.006	installment sales	Income Tax	Special Rule	5	5	5
		Federal				
	Completed	Individual	~ · · ·	_	-	
1.3.007	contract rules	Income Tax	Special Rule	2	3	3
	Special					
	treatment of					
	employee stock					
	ownership plans					
	(ESOPs)					
	(includes					
	deferral of tax					
	on certain	Federal				
	employee stock	Individual				
1.3.008	plans)	Income Tax	Deferral	8	8	9
	Income					
	averaging for	Federal				
	farmers and	Individual				
1.3.009	fishermen	Income Tax	Special Rule	1	1	1
	Qualified	Federal				
	opportunity	Individual				
1.3.010	zones	Income Tax	Special Rule	3	5	5
Georgia Indiv	idual Income Tax	Provisions				
		State				
	Personal	Individual				
1.4.001	Exemption	Income Tax	Exemption	1,047	1,060	1,073
	2.10111911011	State	2.1.0.11.p.11.011	1,017	1,000	1,070
	Retirement	Individual				
1.4.002	Income	Income Tax	Exemption	901	956	998
1.1.002	Exclusion of	пеоте тих	Exemption	201	230	,,,,,
	federally taxable	State				
	Social Security	Individual				
1.4.003	benefits	Income Tax	Exemption	190	198	205
1.4.005	Georgia Higher		Exemption	170	170	203
	Education	State				
1 4 004	Savings Plan	Individual	Examples	10	10	1.4
1.4.004	Contributions	Income Tax	Exemption	10	12	14

			tate Tax Expo Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
•		State	•			
	Interest on U.S.	Individual				
1.4.005	obligations	Income Tax	Exemption	15	19	21
		State				
	Certain military	Individual				
1.4.006	income	Income Tax	Exemption	Estimate	not available a	t this time
1.4.000	meome	State	Exemption	Lstimate		
	Organ donation	Individual				
1.4.007	expenses	Income Tax	Exemption	(m)	(m)	(m)
		State				
	Aged 65/Blind	Individual				
1.4.008	deduction	Income Tax	Exemption	7	7	8
	Contain	State				
	Certain dependent's	State Individual				
1.4.009	unearned income	Income Tax	Exemption	Fetimata	not available a	t this time
1.4.009	Premiums for	State	Exemption	Lstimate		
	high-deductible	Individual				
1.4.010	health plans	Income Tax	Exemption	6	6	6
	Exclusion of					
	qualified					
	insurance	State				
	benefits for	Individual				
1.4.011	firefighters	Income Tax	Exemption	Estimate	not available a	t this time
	Individual					
	retirement					
	account, Keogh,					
	SEP and Sub-S					
	plan withdrawals					
	where tax has					
	been paid to					
	Georgia because					
	of the difference					
	between Georgia					
	and Federal law	<b>G</b> ( )				
	for tax years	State				
1.4.012	1981 through 1986.	Individual Income Tax	Examption	Fatimata	not available a	this time
1.4.012	Depreciation	meome rax	Exemption	Estimate	not available a	
	because of					
	differences in					
	Georgia and					
	Federal law					
		State				
	during fax years					
	during tax years 1981 through	Individual				

	Bu	innar y Ur S	tate Tax Exp		Ct i	a: ·
Even and ituma	Summany	Tax	Type of Expenditure	State FY 2018	State FY 2019	State FY 2020
Expenditure	Summary Income from	Tax	Expenditure	F I 2018	F I 2019	F I 2020
	any fund,					
	program or					
	system which is	Ct at a				
	exempted by federal law or	State				
1 4 0 1 4		Individual	English	Estimate		( ( <b>1</b> ,
1.4.014	treaty.	Income Tax	Exemption	Estimate	not available a	t this time
	Certain income					
	in which the					
	Sub-S election is					
	not recognized					
	by Georgia or	a				
	another state in	State				
	order to avoid	Individual				
1.4.015	double taxation.	Income Tax	Exemption	Estimate	not available a	t this time
	Adjustment for					
	certain teachers					
	retired from the					
	Teachers					
	Retirement	State				
	System of	Individual				
1.4.016	Georgia	Income Tax	Exemption	Estimate	not available a	t this time
	Amount claimed					
	by certain					
	employers in					
	food and	State				
	beverage	Individual				
1.4.017	establishments	Income Tax	Exemption	Estimate	not available a	t this time
	Adjustment of					
	certain payments	State				
	to minority	Individual				
1.4.018	subcontractors	Income Tax	Exemption	Estimate	not available a	t this time
	Adjustments to					
	federal AGI for	State				
	certain Georgia	Individual				
1.4.019	resident partners	Income Tax	Exemption	Estimate	not available a	t this time
		<b>a</b>				
	Exemption for	State				
1 4 0 2 0	certain disaster	Individual	<b></b>			
1.4.020	relief firms	Income Tax	Exemption	Estimate	not available a	t this time
	Exclusion of	State				
	Military	Individual				
1.4.021	Survivor Benefit	Income Tax	Exemption	1	5	5
		State				
	Standard	Individual				
1.5.001	Deduction	Income Tax	Deduction	288	589	773

<b>T</b>		T	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Deduction of					
	qualified					
	insurance	~				
	premiums for	State				
	former	Individual				
1.5.002	firefighters	Income Tax	Deduction	Estimate	not available a	t this time
	Deduction for					
	Community-	State				
	Based Faculty	Individual				
1.5.003	Physicians	Income Tax	Deduction	(m)	(m)	(m)
		State				
	Rural Physician	Individual				
1.6.001	Credit	Income Tax	Credit	1	1	1
	Disabled					
	person's home	State				
	purchase or	Individual				
1.6.002	retrofit credit	Income Tax	Credit	(m)	(m)	(m)
		State				
	Driver	Individual				
1.6.003	Education Credit	Income Tax	Credit	1	1	0
	Disaster	State				
	Assistance	Individual				
1.6.004	Credit	Income Tax	Credit	(m)	2	3
	Qualified	State				
	Caregiving	Individual				
1.6.005	Expense Credit	Income Tax	Credit	(m)	(m)	(m)
	Tax credit for					
	life insurance for					
	Georgia					
	National Guard	State				
	and Air National	Individual				
1.6.006	Guard	Income Tax	Credit	(m)	(m)	(m)
	Child and	State		(/	(/	()
	Dependent Care	Individual				
1.6.007	Credit	Income Tax	Credit	39	41	42
	Adoption of	State				
	Foster Child	Individual				
1.6.008	Credit	Income Tax	Credit	5	5	5
		State	Croan		5	
	Low-Income	Individual				
1.6.009	Credit	Income Tax	Credit	8	9	9
1.0.007	Credit for taxes	State		0	,	,
	paid to another	Individual				
1.6.010	state	Income Tax	Credit	288	306	324
1.0.010	Georgia Job Tax	Total State	Cicuit	200	500	324
1 6 012	U U		Cradit	115	117	110
1.6.012	Credit	Credit	Credit	115	117	119

	Su	mmary of S	tate Tax Exp	enditures	I	I
Expenditure	Summary	Tax	Type of Expenditure	State FY 2018	State FY 2019	State FY 2020
-	Quality Jobs Tax	Total State				
1.6.013	Credit	Credit	Credit	77	77	79
1.6.014	New Facilities Jobs Credit New	Total State Credit	Credit	Estimate	e combined wit	h 1.6.012
1.6.015	New Manufacturing Facilities Property Credit Manufacturer's	Total State Credit	Credit	Estimate	not available a	t this time
1.6.016	Investment Tax Credit	Total State Credit	Credit	28	29	30
1.6.017	Optional Investment Tax Credit	Total State Credit	Credit	1	1	1
1.6.018	Port Activity Tax Credit	Total State Credit	Credit	8	8	9
1.6.019	Alternate Port Activity Tax Credit	Total State Credit	Credit	Estimate combined with 1.6.018		
1.6.020	Film Tax Credit	Total State Credit	Credit	392	431	474
1.6.021	Research Tax Credit	Total State Credit	Credit	75	80	84
1.6.022	Seed-Capital Fund Credit	Total State Credit	Credit	(m)	(m)	(m)
1.6.023	Qualified Health Insurance Expense Credit	Total State Credit	Credit	(m)	(m)	(m)
1.6.025	Qualified Transportation Credit	Total State Credit	Credit	(m)	(m)	0
1.6.026	Business Enterprise Vehicle Credit	Total State Credit	Credit	(m)	(m)	(m)
1 < 027	Employer's credit for providing or sponsoring child care for employees and employer's credit	Total State				
1.6.027	for purchasing	Credit	Credit	24	24	25

			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	child care					
	property					
	Low-Income	Total State				
1.6.028	Housing Credit	Credit	Credit	249	262	277
	Historic					
	Rehabilitation	Total State				
1.6.029	Credit	Credit	Credit	23	17	18
	Diesel					
	Particulate					
	Emission					
	Reduction					
	Technology					
	Equipment	Total State				
1.6.030	Credit	Credit	Credit	0	0	0
	Low/Zero-					
	Emission					
	Vehicle Charger	Total State				
1.6.031	Credit	Credit	Credit	(m)	(m)	(m)
	Land					
	Conservation	Total State				
1.6.032	Credit	Credit	Credit	7	6	6
	Georgia					
	Employer GED					
	Tax Credit					
	(previously					
	known as the					
	Employer's					
	Credit for Basic					
	Skills	Total State				
1.6.034	Education)	Credit	Credit	(m)	(m)	(m)
	Employer's					
	Credit for					
	Approved	m (10)				
1 6 025	Employee	Total State				<i>c</i> 1
1.6.035	Retraining	Credit	Credit	52	56	61
	Qualified	<b>T</b> (10)				
1 ( 02)	Education	Total State		50	50	76
1.6.036	Expense Credit	Credit	Credit	52	58	76
	Qualified	$\mathbf{T}_{-1} 0 0 0$				
1 ( 027	Investor Tax	Total State	<b>C</b>	(	1	1
1.6.037	Credit	Credit	Credit	(m)	1	1

	Summary of State Tax Expenditures           Type of         State         State         State									
Expenditure	Summary	Tax	Type of Expenditure	State FY 2018	State FY 2019	5tate FY 2020				
Expenditure	Energy-efficient	Тал	Expenditure	<b>FT 2010</b>	<b>FT 201</b> 7	F I 2020				
	or water-									
	efficient	Total State								
1.6.038	equipment credit	Credit	Credit	0	0	0				
1.0.038	Tax credit for	Cieun	Cleuit	0	0	0				
	existing business									
	enterprises									
	undergoing									
	qualified business	Total State								
1 6 0 4 1			Credit	Estimate		. 1 < 012				
1.6.041	expansion	Credit	Credit	Estimate	combined with	11.0.015				
	Tax credit for									
	purchase of									
	alternative fuel									
	heavy-duty or	<b>T</b> 10.								
1	medium-duty	Total State	~			0				
1.6.042	vehicle	Credit	Credit	(m)	(m)	0				
		Total State								
1.6.043	Bank Tax Credit	Credit	Credit	33	31	32				
	Employer tax									
	credit for hiring									
	qualified	Total State								
1.6.044	parolees	Credit	Credit	0	3	3				
	Income Tax									
	Credit for									
	Contributions to									
	Rural Health									
	Care	Total State								
1.6.045	Organizations	Credit	Credit	7	54	54				
	Revitalization	Total State								
1.6.046	Zone Tax Credit	Credit	Credit	0	1	2				
	Georgia Musical									
	Investment Tax	Total State								
1.6.047	Credit	Credit	Credit	1	4	11				
	Public Education									
	Innovation Fund	Total State								
1.6.048	Tax Credit	Credit	Credit	0	5	5				
	Agribusiness	Total State								
1.6.049	Tax Credit	Credit	Credit	0	0	2				
	Railroad Track									
	Maintenance	Total State								
1.6.050	Tax Credit	Credit	Credit	0	0	2				

Summary of State Tax Expenditures       Type of     State							
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	State FY 2020	
	Reforestation						
	credit for losses						
	incurred on						
	commercial						
	timberland due						
	to hurricane	Total State					
1.6.051	damage	Credit	Credit	0	0	80	
Federal Corp	orate Income Tax I	Provisions					
	Permanent						
	exemption from	Federal					
	imputed interest	Corporate					
2.1.001	rules	Income Tax	Exclusion	(m)	(m)	(m)	
	Exclusion of			()	()	()	
	contributions in						
	aid of						
	construction for	Federal					
	water and sewer	Corporate					
2.1.003	utilities	Income Tax	Exclusion	(m)	(m)	(m)	
	Exclusion of						
	earnings of						
	certain	Federal					
	environmental	Corporate					
2.1.004	settlement funds	Income Tax	Exclusion	(m)	(m)	(m)	
	Exclusion of						
	certain						
	agricultural cost-	Federal					
	sharing	Corporate					
2.1.005	payments	Income Tax	Exclusion	(m)	(m)	(m)	
	Exclusion of						
	gain or loss on						
	sale or exchange	Federal					
	for brownfield	Corporate					
2.1.006	property	Income Tax	Exclusion	(m)	(m)	(m)	
	Exclusion of					<u> </u>	
	disaster	Federal					
	mitigation	Corporate					
2.1.008	payments	Income Tax	Exclusion	(m)	(m)	(m)	
	Exclusion of						
	interest on						
	public purpose						
	state and local	Federal					
	government	Corporate					
2.1.009	bonds	Income Tax	Exclusion	(m)	(m)	(m)	

		-	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
•	Various foreign		•			
	provisions					
	including					
	inventory					
	property sales					
	source rule					
	exception,					
	interest expense					
	allocation,					
	deferral of active					
	income of					
	controlled					
	foreign					
	corporations,					
	deferral of active	Federal				
	financing	Corporate				
2.1.010	income	Income Tax	Exclusion	252	212	220
	Exclusion of	Federal				
	employee meals	Corporate				
2.1.011	and lodging	Income Tax	Deduction	-2	-3	-3
	Accelerated	Federal				
	depreciation	Corporate				
2.2.001	(MACRS)	Income Tax	Deduction	3	3	2
	Deduction of					
	expenditures on					
	energy-efficient					
	commercial	Federal				
	building	Corporate				
2.2.002	property	Income Tax	Deduction	(m)	(m)	0
	Expensing of					
	exploration and	<b>.</b>				
	development	Federal				
<b>a a a a</b>	costs: nonfuel	Corporate				
2.2.003	minerals	Income Tax	Deduction	(m)	(m)	(m)
	Amortization of	Federal				
2 2 0 0 4	business start-up	Corporate				
2.2.004	costs	Income Tax	Deduction	(m)	(m)	(m)
	Expensing of	<b>F</b> 1 1				
	research and	Federal				
2 2 005	experimental	Corporate	Defect	2	2	2
2.2.005	expenses	Income Tax	Deduction	3	2	2
	Expensing of	T. 1 1				
	magazine	Federal				
2 2 000	circulation	Corporate	Deduction			()
2.2.006	expenditures	Income Tax	Deduction	(m)	(m)	(m)

			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Deductions of					
	oil and gas					
	exploration and	Federal				
	development	Corporate				
2.2.007	costs	Income Tax	Deduction	0	0	0
	Special					
	treatment of					
	expenses related	Federal				
	to timber	Corporate				
2.2.008	production	Income Tax	Deduction	3	3	3
	Deduction of					
	charitable					
	contributions					
	(includes					
	deductions for					
	health,					
	education, and					
	for purposes	Federal				
	other than health	Corporate				
2.2.009	and education)	Income Tax	Deduction	20	20	21
	Expensing under					
	IRC section 179					
	of depreciable	Federal				
	business	Corporate				
2.2.011	property	Income Tax	Deduction	24	21	16
	Amortization of	Federal				
	air pollution	Corporate				
2.2.012	control facilities	Income Tax	Deduction	2	1	1
	Various					
	agricultural	Federal				
	expensing	Corporate				
2.2.014	provisions	Income Tax	Deduction	(m)	(m)	(m)
	Community and					
	regional	Federal				
	development	Corporate				
2.2.015	incentives	Income Tax	Deduction	(m)	(m)	(m)
	Expensing to					
	remove					
	architectural and					
	transportation					
	barriers to the	Federal				
	handicapped and	Corporate				
2.2.016	elderly	Income Tax	Deduction	(m)	(m)	0
	Inventory	Federal				
	methods and	Corporate				
	valuation	Income Tax	Deduction	3	3	3

Summary of State Tax Expenditures       Type of     State     State								
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020		
Expenditure	Limits on	Тал	Expenditure	1 1 2010	<b>FT 201</b>	<b>FT 2020</b>		
	deductible							
	compensation							
	and							
	disallowance of							
	deduction for	Federal						
	excess parachute	Corporate						
2.2.018	payments	Income Tax	Exemption	-5	-5	-6		
2.2.010	Deduction for	пеоте тах	Exemption	-5	-5	-0		
	foreign-derived	Federal						
	intangible	Corporate						
2.2.019	income	Income Tax	Deduction	8	15	20		
2.2.017	Limitation on	Federal	Deddetion	0	15	20		
	deduction of	Corporate						
2.2.020	FDIC premium	Income Tax	Deduction	-2	-4	-5		
2.2.020		Federal	Deduction	-2		-5		
	Limitation on	Corporate						
2.2.021	NOL deduction	Income Tax	Deduction	-5	-3	-3		
2.2.021	Deferral of gain	Federal	Deddetion	5	5	5		
	on like-kind	Corporate						
2.3.001	exchanges	Income Tax	Deferral	11	5	6		
2.3.001	Special rules for	пеоте тах	Defeffat	11	5	0		
	magazine,							
	paperback book,	Federal						
	and record	Corporate						
2.3.002	returns	Income Tax	Special Rule	(m)	(m)	(m)		
2.3.002	Two-year	meome rux	Special Raie	(111)	(111)			
	carryback for net							
	operating losses	Federal						
	attributable to	Corporate						
2.3.003	farming	Income Tax	Special Rule	(m)	(m)	(m)		
2.3.003	Special rules for	income rux	Special Itale	(111)	(111)			
	mining	Federal						
	reclamation	Corporate						
2.3.004	reserves	Income Tax	Special Rule	(m)	(m)	(m)		
2101001	Cash			(111)	(111)	(111)		
	accounting,	Federal						
	other than	Corporate						
2.3.005	agriculture	Income Tax	Special Rule	3	4	3		
	Deferral of gain	Federal						
	on non-dealer	Corporate						
2.3.006	installment sales	Income Tax	Special Rule	11	9	9		
		Federal	~peerur reure	**	,	-		
	Completed	Corporate						
2.3.007	contract rules	Income Tax	Special Rule	3	3	3		

			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Special					
	treatment of					
	employee stock					
	ownership plans					
	(ESOPs)					
	(includes					
	deferral of tax					
	on certain	Federal				
	employee stock	Corporate				
2.3.008	plans)	Income Tax	Deferral	(m)	(m)	(m)
	Deferral of					
	capital					
	construction	Federal				
	costs of shipping	Corporate				
2.3.009	companies	Income Tax	Deferral	(m)	(m)	(m)
	Qualified	Federal				
	opportunity	Corporate				
2.3.010	zones	Income Tax	Special Rule	3	5	5
Georgia Corp	orate Income Tax 1	Provisions				
	Single-Factor	Corporate				
2.4.001	Apportionment	Income Tax	Apportionment	Fetimate	not available at	this time
2.4.001	Apportionment	пеоте тах	Apportionment	LStillate		
		Corporate				
2.4.002	Throwback Rule	Income Tax	Apportionment	Estimate	not available at	t this time
	Corporate					
	Receipts	Corporate				
2.4.003	Sourcing	Income Tax	Apportionment	Estimate	not available at	t this time
	_					
	Interest on	G				
<b>a a a a a</b>	obligations of	Corporate				
2.5.001	United States	Income Tax	Deduction	Estimate	not available at	t this time
	Exception to					
	intangible					
	expenses and related interest	Comorata				
2.5.002	cost	Corporate Income Tax	Deduction	Fetimete	not available at	this time
2.3.002	Exclusion of		Deduction	Estimate		
	global intangible					
	0	Corporate				
	low-taxed					
2 5 003	low-taxed income (GILTI)	1	Exclusion	8	15	20
2.5.003	low-taxed income (GILTI) Georgia Job Tax	Income Tax Total State	Exclusion	8	15	20

	Su	mmary of S	tate Tax Exp		<b>A</b> .	~
Expenditure	Summary	Tax	Type of Expenditure	State FY 2018	State FY 2019	State FY 2020
Experiantare	Quality Jobs Tax	Total State	Expenditure	112010	112017	11 2020
2.6.002	Credit	Credit	Credit	77	77	79
2.0.002			Creat	,,	,,,	17
2 < 0.02	New Facilities	Total State	C l'it	Estimate		-2.001
2.6.003	Jobs Credit	Credit	Credit	Estimate	e combined wit	n 2.6.001
	New					
	Manufacturing	T ( 10) (				
2 < 004	Facilities	Total State	C 11	Estimate		( <b>1</b> ,
2.6.004	Property Credit	Credit	Credit	Estimate	not available a	t this time
	Manufacturer's	<b>T</b> 10.				
<b>a</b> < 00 <b>5</b>	Investment Tax	Total State		20	20	20
2.6.005	Credit	Credit	Credit	28	29	30
	Optional					
	Investment Tax	Total State	~			
2.6.006	Credit	Credit	Credit	1	1	1
	Port Activity	Total State				
2.6.007	Tax Credit	Credit	Credit	8	8	9
	Alternative Port					
	Activity Tax	Total State				
2.6.008	Credit	Credit	Credit	Estimate	e combined with	h 2 6 007
2.0.008	Clean	Total State	Cleuit	Estimate		1 2.0.007
2 6 000	Eilen Tar Crodit		Creadit	202	421	474
2.6.009	Film Tax Credit	Credit	Credit	392	431	474
0 < 010	Research Tax	Total State	C II	75	00	0.4
2.6.010	Credit	Credit	Credit	75	80	84
0 < 011	Seed-Capital	Total State				
2.6.011	Fund Credit	Credit	Credit	(m)	(m)	(m)
	Qualified Health					
	Insurance	Total State				
2.6.012	Expense Credit	Credit	Credit	(m)	(m)	(m)
	Qualified	210011		()	()	()
	Transportation	Total State				
2.6.014	Credit	Credit	Credit	(m)	(m)	0
	Business	C19011		()	()	Ŭ
	Enterprise	Total State				
2.6.015	Vehicle Credit	Credit	Credit	(m)	(m)	(m)
2.0.012	Employer's	Cicuit	Crouit	(111)	(111)	(111)
	Credit for					
	providing or					
	sponsoring child					
	care for					
	employees and					
	employer's					
	credit for					
	purchasing child	Total State				
2.6.016		Credit	Credit	24	24	25
2.0.010	care property	Cicult	Cleuit	24	24	23

			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Low-Income	Total State				
2.6.017	Housing Credit	Credit	Credit	249	262	277
2.0.017	Historic					
	Rehabilitation	Total State				
2.6.018	Credit	Credit	Credit	23	17	18
	Diesel					
	Particulate					
	Emission					
	Reduction					
	Technology					
	Equipment	Total State				
2.6.019	Credit	Credit	Credit	0	0	0
	Low - and Zero-					
	emission					
	Vehicle Charger	Total State				
2.6.020	Credit	Credit	Credit	(m)	(m)	(m)
	Land					
	Conservation	Total State				
2.6.021	Credit	Credit	Credit	7	6	6
	Clean Energy					
	Property and					
	Wood Residuals	Total State				
2.6.022	Credit	Credit	Credit	1	(m)	0
	Georgia					
	Employer GED					
	Tax Credit					
	(previously					
	known as the					
	Employer's					
	Credit for Basic					
	Skills	Total State				
2.6.023	Education)	Credit	Credit	(m)	(m)	(m)
	Employer's					
	Credit for					
	Approved					
	Employee	Total State				
2.6.024	Retraining	Credit	Credit	52	56	61
	Qualified					
	Education	Total State				
2.6.025	Expense Credit	Credit	Credit	52	58	76
	Qualified					
	Investor Tax	Total State				
2.6.026	Credit	Credit	Credit	(m)	1	1

			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Energy-Efficient					
	or Water-					
	Efficient					
	Equipment	Total State				
2.6.027	Credit	Credit	Credit	0	0	0
	Tax credit for					
	existing business					
	enterprises					
	undergoing					
	qualified					
	business	Total State				
2.6.030	expansion	Credit	Credit	Estimate	combined with	n 2.6.002
	Tax credit for					
	purchases of					
	alternative fuel					
	heavy-duty or					
	medium-duty	Total State				
2.6.031	vehicle	Credit	Credit	(m)	(m)	0
		Total State				
2.6.032	Bank Tax Credit	Credit	Credit	33	31	32
	Employer tax					
	credit for hiring					
	qualified	Total State	~		_	
2.6.033	parolees	Credit	Credit	1	3	3
	Income Tax					
	Credit for					
	Contributions to					
	Rural Health	π. 1.0				
2 < 024	Care	Total State		7	<i></i>	<b>5</b> 4
2.6.034	Organizations	Credit	Credit	7	54	54
	Revitalization	Total State				
2.6.035	Zone Tax Credit	Credit	Credit	0	1	2
	Georgia Musical					
	Investment Tax	Total State				
2.6.036	Credit	Credit	Credit	1	4	11
	Public Education					
	Innovation Fund	Total State				
2.6.037	Tax Credit	Credit	Credit	0	5	5
2.0.007	Agribusiness	Total State	Crount		5	5
2.6.038	Tax Credit	Credit	Credit	0	0	2
	Railroad Track	510011	210011	~	~	
	Maintenance	Total State				
			1		1	

Summary of State Tax Expenditures								
Expenditure	Summary	Tax	Type of Expenditure	State FY 2018	State FY 2019	State FY 2020		
Expenditure	Reforestation	Iax	Expenditure	F 1 2010	F1 2019	F 1 2020		
	credit for losses							
	incurred on							
	commercial							
	timberland due							
	to hurricane	Total State						
2.6.040		Credit	Credit	0	0	80		
2.0.040	damage	Credit	Credit	0	0	80		
	Exemption for	Net Worth						
2 001	nonprofit		Enometion	Datimate		this times		
3.001	corporations	Tax	Exemption	Estimate	not available a	t this time		
	Exemption for							
	insurance	NT / XX7 /1						
2.002	companies	Net Worth						
3.002	separately taxed	Tax	Exemption	Estimate	not available a	t this time		
	Exemption for							
	corporations							
	with net worth							
	of \$100,000 or	Net Worth			-	_		
3.003	less	Tax	Exemption	1	5	5		
Sales and Use	Tax							
	Sales to Federal							
	Government,							
	State of Georgia							
	or a county or							
	municipality in							
	Georgia or any							
	agency of such	Sales and						
4.00100	governments	Use Tax	Exemption	Estimate	not available a	t this time		
	Tangible		r r					
	personal							
	property							
	furnished by the							
	Federal							
	Government or							
	any county or							
	municipality							
	used by a							
	contractor in the							
	installation,							
	repair, or							
	extension of any							
	public water,	<b>C</b> _1, 1						
4 00200	gas, or sewer	Sales and	Examplian	Datimate	not or other lable -	this times		
4.00200	system	Use Tax	Exemption	Estimate	not available a	i inis time		

Summary		Type of	State	State	State
Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
Federal retailer's					112020
<u> </u>	Sales and				
		Exemption	Estimate	not available at	t this time
•					
-					
	Sales and				
<b>^</b>		Exemption	8	8	8
	000 1001	2		Ũ	Ũ
-					
	Sales and				
		Exemption	Estimate	combined with	4 00400
	ese run	Entemption	Listinute		1.00100
-					
-	Sales and				
		Exemption	Estimate	combined with	4.00700
	ese run	Enemption	Lotinute		
-					
-	Sales and				
		Exemption	2	2	2
Ū,					
operating a					
		1	1	1	1
coliseum and	Sales and				
-	excise tax if separately itemized to the consumer and Georgia motor fuel tax imposed on the sale of motor fuel Sales of transportation furnished by a county or municipal public transit system or public transit authorities Sales of transportation furnished by an approved and authorized urban transit system Sales to any Hospital Authority created by Georgia law Sales to any Housing Authority created by Georgia law Sales to local government authorities created on or after January 1, 1980 for the principal purpose of constructing, owning, or	excise tax if separately itemized to the consumer and Georgia motor fuel tax imposed on the sale of motor fuelSales and Use TaxSales of transportation furnished by a county or municipal public transit system or public transit Sales of transportation furnished by an authoritiesSales and Use TaxSales of transportation furnished by a county or municipal public transit system or public transit Sales and authoritiesSales and Use TaxSales of transportation furnished by an approved and authorized urban transit systemSales and Use TaxSales to any Hospital Authority created by Sales to any Housing AuthoritySales and Use TaxSales to local government authoritiesSales and Use Tax	excise tax if separately itemized to the consumer and Georgia motor fuel tax imposed on the sale of motor fuelSales and Use TaxExemptionSales of transportation furnished by a county or municipal public transit system or public transit authoritiesSales and Use TaxExemptionSales of transportation furnished by a county or municipal public transportation furnished by an approved and authorized urban transit systemSales and texemptionSales of transportation furnished by an approved and authorized urban transit systemExemptionSales to any Hospital Authority created by trated by Sales and Georgia lawExemptionSales to any Housing Authority created by Sales to local government authoritiesExemptionSales to local government authoritiesSales and ExemptionSales to local government authoritiesExemptionSales to local government authoritiesSales and ExemptionSales to local government authoritiesFaxSales to local government authoritiesFaxSales to local government authoritiesFaxSales to local government authoritiesFaxSales to local government authoritiesFaxSales to local government authoritiesFaxSales of constructing, owning, orFaxSales of constructing, owning, orFaxSales conditionFaxSales to local govennentFaxSales to lo	excise tax if separately itemized to the consumer and Georgia motor fuel tax imposed on the sale of motor fuelSales and Use TaxExemptionSales of transportation furnished by a county or municipal public transit system or public transitSales and Sales and Use TaxExemptionSales of transportation furnished by a authoritiesUse TaxExemptionSales of transportation furnished by an approved and authority created by Sales and Use TaxExemptionSales of transportation furnished by an approved and authoritySales and tasses transportationSales to any Hospital Authority created by Sales and Georgia lawUse TaxExemptionSales to any Housing Authority created by Sales and Georgia lawSales and Use TaxExemptionSales to local government authoritiesSales and Use TaxZSales to for the principal purpose of constructing, owning, orSales Use T	excise tax if separately itemized to the consumer and Georgia motor fuel tax imposed on the sale of Sales of transportation furnished by a county or municipal public transit authorities Sales of transportation furnished by an authorities Sales and transportation furnished by an approved and authoritied urban transit system Hospital Authority created by Sales and Georgia law Use Tax Exemption Sales and transit system Use Tax Exemption Estimate combined with Sales to any Hospital Authority created by Sales and Georgia law Use Tax Exemption Estimate combined with Sales to any Housing Authority created by Sales and Georgia law Use Tax Exemption Estimate combined with Sales to local government authorities created on or after January 1, 1980 for the principal purpose of constructing, owning, or

Type of State State State						
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Sales to any					
	agricultural					
	commission					
	created by the					
	Department of	Sales and				
4.00630	Agriculture	Use Tax	Exemption	(m)	(m)	(m)
	Sales of tangible					
	personal					
	property and					
	services to an					
	approved					
	nursing home,					
	inpatient					
	hospice, general					
	hospital or					
	mental hospital					
	when used					
	specifically in					
	the treatment	Sales and				
4.00700	function	Use Tax	Exemption	111	117	124
	Sales of tangible					
	personal					
	property to a					
	non-profit health					
	center					
	established and					
	receiving funds					
	pursuant to the					
	U.S. Public					
	Health Service	Sales and			_	~
4.00705	Act	Use Tax	Exemption	1	1	0
	Sales of tangible					
	personal					
	property and					
	services to a					
	nonprofit					
	organization					
	whose primary					
	function is to					
	provide services					
	to persons with	G . 1 . 1				
4 00710	intellectual	Sales and		1	1	1
4.00710	disabilities	Use Tax	Exemption	1	1	1

			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
<b>r</b> r	Sales to Georgia		P			
	Society of the					
	Daughters of the					
	American	Sales and				
4.00720	Revolution	Use Tax	Exemption	(m)	(m)	(m)
	Sales of tangible		<b>F</b>			
	property and					
	services to a					
	nonprofit					
	volunteer health					
	clinic primarily					
	treating patients					
	with incomes					
	below 200					
	percent of the	Sales and				
4.00730	poverty level	Use Tax	Exemption	1	1	0
	Sales of tangible					
	personal					
	property and					
	services to the					
	University					
	System of					
	Georgia and its	Sales and				
4.00800	educational units	Use Tax	Exemption	45	47	50
	Sale of tangible					
	personal					
	property and					
	services used					
	exclusively in					
	the educational					
	function of an					
	approved private					
	college or					
	university					
	located in					
	Georgia in					
	which the credits					
	are accepted by					
	the University	Sales and				
4 00000	System of		Examplian	Estimate	combined with	1 00000
4.00900	Georgia	Use Tax	Exemption	Estimate	combined with	1 4.00800

		Ŧ	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Sales of tangible					
	personal					
	property and					
	services used					
	exclusively in					
	the educational					
	function of an					
	approved private					
	elementary or					
	secondary	Sales and				
4.01000	school	Use Tax	Exemption	6	7	7
	Sale of tangible					
	personal					
	property or					
	services to, and					
	the purchase of					
	tangible personal					
	property or					
	services by, any					
	educational or	Sales and				
4.01100	cultural institute	Use Tax	Exemption	(m)	(m)	(m)
	School lunches					
	sold and served					
	to pupils and					
	employees of	Sales and				
4.01200	public schools	Use Tax	Exemption	7	6	6
	School lunches					
	sold and served					
	to pupils and					
	employees of					
	approved private	Sales and				
4.01300	schools	Use Tax	Exemption	1	1	1
	Sales of art and					
	other artifacts					
	for display or					
	exhibition to	Sales and				
4.01400	museums	Use Tax	Exemption	1	1	1

-			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Specific					
	fundraising sales					
	by any religious					
	institution					
	lasting no more					
	than 30 days in a					
	calendar year					
	and sales of					
	religious paper					
	when the paper					
	is owned and					
	operated by the					
	religious	Sales and				
4.01500	institution	Use Tax	Exemption	(m)	(m)	(m)
	Sales of pipe					
	organs or steeple					
	bells to any					
	church					
	qualifying as a	Sales and				
4.01510	nonprofit	Use Tax	Exemption	(m)	(m)	(m)
	Sales of fuel or					
	consumable					
	supplies used by					
	ships engaged in					
	inter-coastal or					
	foreign	Sales and				
4.01700	commerce	Use Tax	Exemption	4	4	4
	Charges for					
	transportation of					
	tangible personal					
	property made in					
	connection with					
	interstate or					
	intrastate	Sales and				
4.01800	transportation	Use Tax	Exemption	Estimate	not available at	t this time

			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	All tangible					
	personal					
	property					
	purchased					
	outside this state					
	by a nonresident					
	when the					
	property is					
	brought into					
	Georgia upon					
	the nonresident					
	becoming a	Sales and				
4.01900	resident	Use Tax	Exemption	Estimate	not available at	t this time
	Water delivered					
	through water					
	mains, lines, or	Sales and				
4.02000	pipes	Use Tax	Exemption	66	69	76
	Sales, transfers				••	
	or exchanges of					
	tangible personal					
	property					
	resulting from					
	business					
	reorganization					
	when the					
	owners, partners,					
	or stockholders					
	maintain the					
	same					
	proportionate interest or share					
		Salaa and				
4 02100	in the newly	Sales and	Enomation	Datimate	wat anallahla at	Alaia dina a
4.02100	formed business	Use Tax	Exemption	Estimate	not available at	time time
	Professional,					
	insurance or					
	personal service					
	transactions					
	which involve					
	sales as					
	inconsequential					
	elements for					
	which no					
	separate charge	Sales and			iture estimates	
4.02200	is made	Use Tax	Exemption	(4.500	03, 4.50010, 4.	50011)

Summary of State Tax Expenditures								
E	<b>C</b>	Τ	Type of	State	State	State		
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020		
	Repair services							
	when a separate	~ 1 1		~ .				
	charge is made	Sales and			iture estimates			
4.02300	to the customer	Use Tax	Exemption	(4.500	03, 4.50010, 4.	50011)		
	Rental of							
	videotape or							
	film to persons							
	charging							
	admission to							
	view the tape or	Sales and						
4.02400	film	Use Tax	Exemption	7	7	7		
	Fares of for-hire	Sales and						
4.02500	vehicles	Use Tax	Exemption	Estimate not available at this time				
	Vehicles		· ·					
	purchased by							
	service-							
	connected							
	disabled							
	veterans when							
	the U.S. Dept. of							
	Veterans Affairs							
	supplies a grant							
	to purchase and							
	specially							
	adapted the	Sales and						
4.03000	vehicle	Use Tax	Exemption	(m)	(m)	(m)		
	Sale of tangible		· ·					
	personal							
	property							
	manufactured or							
	assembled in							
	Georgia for							
	export when							
	delivery is taken							
	outside of	Sales and						
4.03100	Georgia	Use Tax	Exemption	Estimate	not available at	this time		

	50			1	State	<b>State</b>
Expenditure	Summary	Tax	Type of Expenditure	State FY 2018	State FY 2019	State FY 2020
Expenditure	Aircraft,	Тал	Experiantare	112010	<b>FT 201</b>	<b>FT 2020</b>
	watercraft,					
	motor vehicles,					
	and other					
	transportation					
	equipment					
	manufactured or					
	assembled in					
	this State for					
	exclusive use	Sales and				
4.03200	outside Georgia	Use Tax	Exemption	Estimate	not available a	t this time
	Common or					
	common and	Sales and				
4.03300	contract carriers	Use Tax	Exemption	Estimate	not available a	t this time
	Machinery and	ese rux	Entemption	Listimute	not u fundore u	
	equipment used					
	to handle, move,					
	or store tangible					
	personal					
	property in					
	certain					
	distribution	Sales and				
4.03410	facilities	Use Tax	Exemption	Estimate	not available a	t this time
	Machinery and					
	equipment used					
	directly to					
	remanufacture					
	certain aircraft					
	engines or aircraft engine	Sales and				
4.03420	parts	Use Tax	Exemption	(m)	(m)	(m)
	Machinery and	000 101	Zatemption	()	()	()
	equipment used					
	in a facility for					
	the primary					
	purpose of					
	reducing or					
	eliminating air					
	and water	Sales and				
4.03600	pollution	Use Tax	Exemption	(m)	(m)	(m)

		•	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Machinery and					
	equipment used					
	for water					
	conservation and					
	incorporated into					
	a qualified water					
	conservation	Sales and				
4.03610	facility.	Use Tax	Exemption	Estimate	not available a	t this time
	Sale of tangible		•			
	personal					
	property and					
	fees and charges					
	for services by					
	the Rock Eagle	Sales and				
4.03800	4-H Center	Use Tax	Exemption	(m)	(m)	(m)
	Certain sales by					
	a public or					
	private school of					
	tangible personal					
	property,					
	concessions, and					
	tickets for					
	admission to	Sales and				
4.03900	school functions	Use Tax	Exemption	2	2	2
	Cargo containers					
	and related					
	chassis used for					
	storage or					
	shipping by					
	persons engaged					
	in international					
	shipment of					
	tangible personal	Sales and	_			
4.03910	property	Use Tax	Exemption	Estimate	not available a	t this time
	Sale of major					
	components or					
	repair parts					
	installed in					
	military aircraft,					
4 0 4 0 0 0	vehicles, or	Sales and				
4.04000	missiles	Use Tax	Exemption	36	34	40

	Summary of State Tax Expenditures       Type of     State							
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	State FY 2020		
	Sale of tangible			112010		1 1 2020		
	personal							
	property and							
	services to a							
	nonprofit child-							
	caring							
	institution,							
	child-placing							
	agency, or	Sales and						
4.04100	maternity home	Use Tax	Exemption	1	1	1		
	Use or lease of			_	_	_		
	tangible personal							
	property when							
	the lessor and							
	lessee are under							
	100 percent							
	common							
	ownership and							
	where the person							
	who furnishes,							
	leases, or rents							
	the property has							
	paid sales or use							
	tax on the	Sales and						
4.04200	property	Use Tax	Exemption	Estimate	not available at	t this time		
	Revenues from							
	coin-operated							
	amusement							
	machines for							
	which individual							
	permits are	Sales and						
4.04300	required	Use Tax	Exemption	28	29	31		
	Sale of motor							
	vehicles to							
	nonresident							
	purchasers when							
	vehicles are							
	immediately							
	removed from							
	Georgia and							
	titled in another	Sales and						
4.04400	state	Use Tax	Exemption	Estimate	not available at	t this time		

			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	The sale or use					
	of paper stock					
	when used to					
	print catalogs for					
	distribution	Sales and				
4.04500	outside Georgia	Use Tax	Exemption	Estimate	not available a	t this time
	Sale of tangible					
	personal					
	property or					
	taxable services					
	to nonprofit	Sales and				
4.04600	blood banks	Use Tax	Exemption	(m)	(m)	(m)
	Sale of drugs					
	dispensed by					
	prescription,					
	prescription					
	glasses, contact					
	lenses, contact					
	lens samples and					
	sales or use of					
	certain					
	controlled	0 1 1				
4 0 4700	substances or	Sales and	English	4 4 7	470	500
4.04700	dangerous drugs Sale of crab bait	Use Tax	Exemption	447	478	509
	to licensed commercial	Sales and				
4.04800	fishermen	Use Tax	Examplian	(m)	(m)	(m)
4.04800	Sales of insulin	Use Tax	Exemption	(m)	(m)	(m)
	syringes and					
	blood glucose					
	level measuring					
	strips dispensed					
	without a	Sales and				
4.05000	prescription	Use Tax	Exemption	25	27	28
03000	Sale of oxygen		Exemption	23	21	20
	when prescribed					
	by a licensed	Sales and				
4.05100	physician	Use Tax	Exemption	(m)	(m)	(m)
1.03100			Exemption	(111)	(111)	(111)
4.05000	Sale or use of	Sales and		-	-	-
4.05200	hearing aids	Use Tax	Exemption	6	6	6

	Ju		Turne of	State	State	State
Expenditure	Summary	Tax	Type of Expenditure	State FY 2018	State FY 2019	State FY 2020
Expenditure	Transactions	I dA	Expenditure	112010	112017	112020
	where food					
	stamps or WIC					
	coupons are					
	used as the					
	method of	Sales and				
4.05300	payment	Use Tax	Exemption	91	82	73
	Sale or use of		•			
	any durable					
	medical					
	equipment or					
	prosthetic device					
	prescribed by a	Sales and				
4.05400	physician	Use Tax	Exemption	36	38	41
	Sale of Georgia	Sales and				
4.05500	lottery tickets	Use Tax	Exemption	175	180	186
	Sale by any					
	qualified					
	nonprofit parent-					
	teacher	Sales and				
4.05600	organization	Use Tax	Exemption	(m)	(m)	(m)
	Food purchased					
	for off-premises	Sales and				
4.05700	consumption	Use Tax	Exemption	596	618	635
	Sales of food					
	and beverages to					
	a qualified food	Colos ou 1				
4 05710	bank (expires	Sales and	Examplian	1	1	1
4.05710	June 30, 2021)	Use Tax	Exemption	1	1	1
	Exemption for prepared food					
	and food					
	ingredients that					
	are donated to a					
	qualified					
	nonprofit agency					
	and used for					
	hunger relief	Sales and				
4.05720	purposes	Use Tax	Exemption	3	3	3

		•	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Exemption for					
	food and food					
	ingredients that					
	are donated					
	following a					
	natural disaster					
	and used for	Sales and				
4.05730	disaster relief	Use Tax	Exemption	(m)	(m)	(m)
	Sale of eligible					
	food and					
	beverages by					
	any Girl or Boy	Sales and				
4.05900	Scout council	Use Tax	Exemption	1	1	1
	Sale of certain					
	machinery and					
	equipment used					
	to improve air					
	quality in a clean					
	room of Class	Sales and				
4.06000	100,000 or less	Use Tax	Exemption	(m)	(m)	(m)
	Advertising					
	inserts that are					
	used in					
	newspapers for	Sales and				
4.06100	resale	Use Tax	Exemption	Estimate	not available at	this time
	Sod grass sold in					
	the original state					
	of production by					
	the sod					
	producer,					
	employee of the					
	producer, or	Salac and				
4.06200	family member	Sales and	Examption	3	3	3
4.00200	of the producer Funeral	Use Tax	Exemption	3	3	3
	merchandise					
	when paid with					
	funds from the					
	Georgia Crime					
	Victims	Sales and				
4.06300	Emergency Fund	Use Tax	Exemption	(m)	(m)	(m)
+.00500	Emergency Fund		Exemption	(111)	(111)	(111)

			Type of	pe of State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Sale of dyed					
	diesel fuel used					
	exclusively for					
	operations of					
	vessels or boats					
	by licensed					
	commercial	Sales and				
4.06500	fishermen	Use Tax	Exemption	(m)	(m)	(m)
	Sale of gold,					
	silver, or	Sales and				
4.06600	platinum bullion	Use Tax	Exemption	2	2	2
	Sale of coins or	Sales and				
4.06700	currency	Use Tax	Exemption	1	1	1
	Sale of certain	0.50 1 шл	Lacinption	1	1	1 I
	computer					
	equipment when					
	the total					
	qualifying					
	purchases by a					
	high technology					
	company exceed	Sales and				
4.06800	\$15 million	Use Tax	Exemption	Estimate	not available at	this time
	High-Tech Data	0.00 1000	2			
	Center					
	Equipment	Sales and				
4.06810	Exemption	Use Tax	Exemption	0	8	15
	Sales of		puon	~	<u> </u>	
	machinery and					
	equipment and					
	material					
	incorporated and					
	used in a clean					
	room of Class	Sales and				
4.06900	100 or less	Use Tax	Exemption	Estimate	Combined with	n 4.06000
	Sale of natural			~		
	gas used directly					
	in the					
	manufacture of	Sales and				

			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Sale to or by an					
	organization					
	whose primary					
	purpose is to					
	raise funds for					
	books, materials,					
	and programs					
	for public	Sales and				
4.07100	libraries	Use Tax	Exemption	(m)	(m)	(m)
	Sale of					
	prescribed					
	mobility					
	enhancing	Sales and				
4.07200	equipment	Use Tax	Exemption	1	1	1
	Exemption for					
	personal					
	property used in					
	the renovation or					
	expansion of an	Sales and				
4.07600	aquarium	Use Tax	Exemption	1	1	1
	The purchase of					
	food and					
	nonalcoholic					
	beverages					
	provided at no					
	charge aboard a	Sales and				
4.08100	qualified airline	Use Tax	Exemption	4	4	4
	Sale of biomass					
	materials used to					
	produce					
	electricity or					
	steam intended	Sales and				
4.08300	for sale	Use Tax	Exemption	1	1	2
	Sales of engines,					
	parts, equipment					
	and other					
	tangible personal					
	property used in					
	the maintenance					
	or repair of	Sales and				
4.08600	certain aircraft	Use Tax	Exemption	17	17	17

Type of State State State							
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020	
- <b>-</b>	Sales of tangible						
	personal						
	property used to						
	renovate or						
	expand a						
	zoological	Sales and					
4.08700	institution	Use Tax	Exemption	(m)	0	0	
	The sale of						
	prewritten						
	software which						
	has been						
	delivered to the						
	purchaser						
	electronically or	~					
	by means of load	Sales and					
4.09100	and leave	Use Tax	Exemption	Estimate	not available at	t this time	
	Sale of tangible						
	personal						
	property used						
	for and in the						
	construction of a						
	competitive						
	project of regional						
	significance, for						
	the period						
	commencing						
	January 1, 2012,						
	until June 30,	Sales and					
4.09300	2019	Use Tax	Exemption	9	9	4	
	The sale, use,					1	
	consumption, or						
	storage of						
	materials,						
	containers,						
	labels, sacks, or						
	bags used for						
	packaging						
	tangible personal						
	property for	Sales and					
4.09400	shipment or sale	Use Tax	Exemption	Estimat	e Combined wi	ith 4.3.3	
	Sales of						
	admission to a						
	nonrecurring						
	major sporting	Sales and				-	
4.09700	event	Use Tax	Exemption	3	1	3	

		-	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Sales of tangible					
	personal					
	property and					
	services to a					
	qualified job					
	training	Sales and				
4.09800	organization	Use Tax	Exemption	1	1	1
	Exemption for		•			
	expenses related					
	to the renovation					
	or expansion of					
	qualified	Sales and				
4.09900	theatres	Use Tax	Exemption	(m)	(m)	0
	Exemption for		•			
	sales of tickets					
	to a qualified					
	fine arts					
	performance or	Sales and				
4.10000	exhibition	Use Tax	Exemption	4	4	4
	The sale of		•			
	certain written					
	material by a	Sales and				
4.10100	nonprofit	Use Tax	Exemption	0	7	8
	Partial					
	exemption for					
	qualified					
	manufactured	Sales and				
4.10200	homes	Use Tax	Exemption	0	3	3
	Exemption for					
	construction					
	materials used in					
	construction of					
	an automobile	Sales and				
4.10300	museum	Use Tax	Exemption	0	(m)	(m)
	Exemptions for					
	energy,					
	machinery or					
	equipment,					
	industrial					
	material, and					
	consumable					
	supplies used in	Sales and				
4.3.2	manufacturing	Use Tax	Exemption	3,297	3,443	3,618

		<b>,</b>	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
	Sale and use by		Lapenuiture	112010		112020
	a qualified					
	agriculture					
	producer of					
	agricultural					
	production					
	inputs, energy					
	used in					
	agriculture, and					
	agricultural					
	machinery and	Sales and				
4.3.3	equipment	Use Tax	Exemption	138	144	151
4.3.3		Use Tax	Exemption	136	144	131
	Exemption for	Color and				
121	qualified boat	Sales and	Enometion	()	()	()
4.3.4	repairs	Use Tax	Exemption	(m)	(m)	(m)
	Exemption for	G 1 1				
405	the sale and use	Sales and	<b>.</b>	0	10	0
4.3.5	of jet fuel	Use Tax	Exemption	0	48	0
	Exemption for					
	sales within an	Sales and				
4.3.6	enterprise zone	Use Tax	Exemption	Estimate	not available a	t this time
1.5.0		Sales and	Exemption	Lotiniate		
	Admissions and	Use Tax for				
4.50000	Amusements	Services	Exemption	173	181	191
4.50000	Anuschichts	Sales and	Exemption	175	101	171
	Agricultural	Use Tax for				
4.50001	Services	Services	Exemption	175	183	192
4.30001	Services	Sales and	Exemption	175	105	192
	Automotive	Use Tax for				
4 50002			Examplian	148	155	162
4.50002	Services	Services	Exemption	148	155	102
	Destaura	Sales and				
4 50002	Business	Use Tax for	English	550	577	<b>CO7</b>
4.50003	Services	Services	Exemption	553	577	607
		Sales and				
4 50004	Computer and	Use Tax for	<b>.</b>	-10	5.41	
4.50004	Online Services	Services	Exemption	710	741	779
		Sales and				
	Construction	Use Tax for				
4.50005	Labor	Services	Exemption	1,572	1,641	1,725
	Fabrication,	Sales and				
	Installation, and	Use Tax for				
4.50006	Repair Services	Services	Exemption	245	256	269
	Finance,	Sales and				
	Insurance, and	Use Tax for				
4.50007	Real Estate	Services	Exemption	1,251	1,306	1,373

		Type of			State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
		Sales and				
	Industrial and	Use Tax for				
4.50008	Mining Services	Services	Exemption	11	12	12
		Sales and				
	Residential	Use Tax for				
4.50009	Utility Service	Services	Exemption	20	20	21
		Sales and				
	Personal	Use Tax for				
4.50010	Services	Services	Exemption	308	321	338
		Sales and	-			
	Professional	Use Tax for				
4.50011	Services	Services	Exemption	2,207	2,305	2,422
		Sales and	•			
		Use Tax for				
4.50012	Storage	Services	Exemption	80	83	87
	Ŭ	Sales and	<b>.</b>			
	Transportation	Use Tax for				
4.50013	Services	Services	Exemption	(m)	(m)	(m)
	Compensation of		•			<u> </u>
	dealers for					
	reporting and	Sales and				
4.70000	paying tax	Use Tax	Exemption	70	73	77
	Sales tax					
	exemption for	Sales and				
4.90000	casual sales	Use Tax	Exemption	2	2	2
Insurance Pro	mium Tax	I	•	•	•	•
<u> </u>	Deduction of					
	retaliatory taxes					
	paid to other	Insurance				
5.00100	states	Premium Tax	Deduction	2	2	2
5.00100	Insurance	Tiennum Tux	Deddetion	2	2	2
	premium tax					
	credits -					
	Georgia Job Tax	Total State				
5.00200	Credit	Credit	Credit	115	117	119
5.00200	Exemption for	Cicuit	Croun	115	11/	117
	premiums of					
	high-deductible	Insurance				
5.00300	health plans	Premium Tax	Exemption	6	6	7
5.00500	Exemption for		Exemption	0	0	,
	insurance					
	companies that					
	only insure	Incorrect				
5 00400	places of	Insurance	Enometica	(***)	(***)	()
5.00400	worship	Premium Tax	Exemption	(m)	(m)	(m)

			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
•	Insurance	Insurance	· · ·			
5.00500	abatements	Premium Tax	Rate Reduction	186	192	196
5.00500	Special		Rate Reduction	100	172	170
	deductions for					
	life insurance	Insurance				
5.00600	companies	Premium Tax	Deduction	179	185	189
2.00000	Insurance	Tionnum Tux	Deddetion	177	105	105
	premium tax					
	credit - Low					
	Income Housing	Total State				
5.00700	Credit	Credit	Credit	249	262	277
	Insurance					
	Premium Tax					
	Exemption for					
	multiple					
	employer self-					
	insured health	Insurance				
5.00800	plans	Premium Tax	Exemption	0	0	0
Motor Fuel Ta	ax		•			
	Motor fuel tax					
	exemption for	Motor Fuel				
6.00400	aviation fuel	Tax	Exemption	2	2	2
	Motor fuel tax		1			
	vendor	Motor Fuel				
6.00500	compensation	Tax	Exemption	17	18	18
Alcoholic Bev	erage Tax	•	· · · · ·		•	·
	Sales to persons					
	outside the state					
	for resale or	Alcoholic				
	consumption	Beverage				
7.00100	outside the state	Tax	Exemption	Estimate	not available at	t this time
	Sales to stores or					
	canteens in U.S.	Alcoholic				
	military	Beverage				
7.00200	reservations	Tax	Exemption	Estimate	not available at	t this time
	200 gallons					
	annually of	Alcoholic				
	homebrew per	Beverage				
7.00300	household	Tax	Exemption	(m)	(m)	(m)
	Sales to and use					
	by religious					
	organizations for	Alcoholic				
	sacramental	Beverage				
7.00400	purposes	Tax	Exemption	(m)	(m)	(m)

			Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2018	FY 2019	FY 2020
•	Exemption for		•		•	•
	ethyl alcohol	Alcoholic				
	used for certain	Beverage				
7.00500	purposes	Tax	Exemption	Estimate	not available at	t this time
	Malt beverages		•			
	containing less					
	than one-half of					
	0.5 percent	Alcoholic				
	alcohol by	Beverage				
7.00600	volume	Tax	Exemption	1	1	1
	ucts Excise Tax			-	_	
	Exemption for					
	purchases for					
	use exclusively					
	by patients at the					
	Georgia War					
	Veterans Home					
	and the Georgia	Cigar and				
	War Veterans	Cigarette				
8.00100	Nursing Home	Excise Tax	Exemption	(m)	(m)	(m)
0.00100	De minimis		Enemption	(111)	(111)	(111)
	amount brought	Cigar and				
	into the state by	Cigarette				
8.00200	one person	Excise Tax	Exemption	Estimate	not available at	this time
0.00200	Cigars and		2.1.011.011			
	cigarettes stored	Cigar and				
	in a public	Cigarette				
8.00300	warehouse	Excise Tax	Exemption	Estimate	not available at	this time
0.00200	Certain cigars		Lixemption	Lotiniate		
	and cigarettes	Cigar and				
	held by licensed	Cigarette				
8.00400	dealers	Excise Tax	Exemption	Estimate	not available at	this time
	itutions Special Sta			Lotinuto		
- munciul mot			- ++/1			
		Financial				
		Institutions				
	Deduction for	Business				
9.00100	interest paid	License Tax	Deduction	3	4	5
	Deductions for				•	
	income from					
	authorized					
	activities of a	Financial				
	domestic	Institutions				
	international	Business				
9.00200	banking facility	License Tax	Deduction	Estimate	not available at	this time

#### Type of State State State Expenditure Summary Tax Expenditure FY 2018 FY 2019 FY 2020 Deduction for income from Financial banking business with persons or Institutions entities outside Business 9.00300 the U.S. License Tax Deduction Estimate not available at this time Special Assessment of Forest Land Conservation Use Property Special assessment of forest land conservation use 10.00000 State Grant Credit 73 40 43 property

#### **Summary of State Tax Expenditures**

#### Alternative Ad Valorem Tax on Motor Vehicles

	Reduced rate for related family					
11.001	transfers	Title Fee	Rate Reduction	11	11	9
11.002	Disabled veteran exemption	Title Fee	Exemption	(m)	(m)	(m)
11.003	Reduced rate for rental vehicles	Title Fee	Rate Reduction	64	61	54
11.004	Reduced rate for vehicles manufactured in years before 1985	Title Fee	Rate Reduction	(m)	(m)	(m)
11.005	Reduced rate for salvage vehicles	Title Fee	Rate Reduction	30	28	24
11.006	Dealer loaner vehicle exemption	Title Fee	Deferral	4	4	4
11.007	Reduced rate for donated vehicles	Title Fee	Rate Reduction	(m)	(m)	(m)
11.008	Extended payment period for out-of-state vehicles	Title Fee	Rate Reduction	-3	-6	-4
	Trade-in exemption (including rebates and cash					
11.009	discounts)	Title Fee	Exemption	194	174	154

	Bu	inniar y Or S	state Tax Expe	ciluitui es		1
Expenditure	Summary	Tax	Type of Expenditure	State FY 2018	State FY 2019	State FY 2020
•	Special					
	assessment for					
11.010	used vehicles	Title Fee	Special Rule	14	11	10
	Special					
	assessment for					
11.011	new vehicles	Title Fee	Special Rule	-35	-32	-28
	Buy here pay					
11.012	here transactions	Title Fee	Rate Reduction	8	8	7
	Exemption from					
	TAVT for leased					
	vehicles					
	qualifying for					
	Manufacturing					
11.013	Headquarters	Title Fee	Exemption	2	2	2
	Treatment of					
11.014	Leased Vehicles	Title Fee	Special Rule	14	24	19
	Treatment of					
	vehicles					
	involved in					
	divorce					
	settlement or					
	business					
11.015	reorganization	Title Fee	Rate Reduction	0	0	1
	Treatment of					
11.016	non-IRP Buses	Title Fee	Deferral	0	(m)	(m)
<b>Special Excise</b>	e Tax on Consumer	Fireworks				
State Hotel-M	lotel Tax					

#### **1. Individual Income Tax**

The individual income tax was first levied in Georgia in 1929 at a rate equal to one-third the federal rate of income taxation. The rate structure effective January 1, 2019 includes six brackets ranging from 1 percent to 5.75 percent, prior to which the rate structure had a top rate of 6 percent and had remained unchanged since 1955 when the 7 percent rate on taxable incomes over \$20,000 was eliminated. The threshold for each bracket depends on the filing status of the taxpayer, i.e. single, head of household, and married filing separate or joint.

The initial base of the Georgia individual income tax is the taxpayer's federal adjusted gross income (AGI). Several adjustments are made to this starting point to arrive at the version of AGI adopted by Georgia. After computing the Georgia version of AGI, taxpayers deduct an amount representing either the value of their Georgia itemized deductions or the Georgia standard deduction, the latter of which was increased effective January 1, 2018 from \$3,000 to \$6,000 for married filers and from \$2,300 to \$4,600 for single and head of household filers. In addition, for tax year 2012 and before, filers were allowed a personal exemption of \$5,400 for joint filers, \$2,700 for other filers, and \$3,000 for each dependent. For tax years after 2012, the personal exemption for married filers was increased to \$7,400 for joint filers and \$3,700 each if filing separately.

The tax is administered by the Georgia DOR. Individual income tax collections equaled \$11.0 billion in FY 2017 and accounted for 50.7 percent of Georgia's revenues from taxation. In CY 2017, 4.5 million individual state returns were filed. While predominately paid by individuals, a significant number of business activities are organized so that income associated with these enterprises is reported through the individual income tax. All revenue collected from the individual income tax is deposited in the State General Fund.

It is important to keep in mind that tax expenditure estimates may differ from revenue estimates presented in fiscal notes. Estimates included in fiscal notes incorporate behavioral effects that are not considered when estimating tax expenditure provisions. The purpose of a tax expenditure estimate is to convey the cost that would be necessary if the item were offered as a direct budgetary expenditure instead of a reduction in the tax liability. A second caveat concerns the estimates associated with the state individual income tax credit provisions. Forecasting the value of the revenue loss stemming from the use of these credits is problematic because of the presence of extensive carryforwards in the case of some credits. Because of past credit carryforwards, taxpayers may claim credits on current or future year tax returns that were created in prior years. In some cases, the credit may have expired such that taxpayers are no long able to create new credits, but the revenue loss to the state continues for several years until all carryforward liabilities have been exhausted. Therefore, the estimates provided in this report should be interpreted as the expected revenue loss stemming from the use of currently created or previously created credits and not an estimate of the value of credits created in a given year.

The Tax Expenditure Report includes the expenditures associated with both state and federal tax provisions. Because the Georgia individual income tax is based on the federal system, expenditures that are present at the federal level have revenue implications at the state level. For example, changes to itemized deductions by the federal government have repercussions on state tax revenues. The value of the expenditure as it relates to state taxes paid by those filing a Georgia return is presented in section 1.1 on federal exclusions. In some cases, Georgia might not adopt a federal provision. In that case, the expenditure is not listed because there is no loss of revenue to the state. In general, the value of the federal tax expenditure to the state of Georgia is determined by allocating a portion of the federal tax base associated with the expenditure estimate as estimated by the Joint Committee on Taxation for the U.S. Congress. The data and estimate reliability for the conformity provisions are considered class A. In some cases, though, the values of the Georgia estimates are highly sensitive to the assumptions made concerning the appropriate tax rate for a given expenditure provision and the allocation factor that is used to determine the amount of federal activity associated with Georgia. The estimates associated with the federal conformity provisions are based on current law as it existed on February 9, 2018; any changes to provisions that may occur because of federal legislative action after that date are not reflected in the estimates.

The explanations of the federal conformity provisions are taken from *Tax Expenditures: Compendium of Background Material in Individual Provisions*, prepared by the Congressional Research Service for the U.S. Senate Committee on the Budget, December 2016.

#### **1.1 Federal Exclusions**

<u>1.1.001</u>	Exclusion of employee meals and lodging Federal Statute IRC section 119 and 1320 <b>Description:</b> Employees are allowed to ex furnished by employers if pr convenience of the employer	(e)(2) aclude the fa ovided on t c.	he employ	er's premises for the
	State Tax Expenditure (m) Denotes a value of less than \$1 million	State Fisca <u>2018</u> 20	al Years (\$ <u>2019</u> 20	in Millions) <u>2020</u> 21
<u>1.1.002</u>	Exclusion of housing allowances for minis Federal Statute IRC Section 107 and 265 <b>Description:</b> In general, this provision allo expenditures from their gross	ows ministe s income.		-
	State Tax Expenditure	<u>2018</u> 5	-	in Millions) $\frac{2020}{4}$
1 1 000	(m) Denotes a value of less than \$1 million			
<u>1.1.003</u>	Exclusion of employer-provided child card Federal Statute IRC Section 129 Description: Payments by an employer, un qualified dependent care assis from the employee's income.	nder a depe istance prov		
	State Tax Expenditure (m) Denotes a value of less than \$1 million	State Fisca <u>2018</u> 15	al Years (\$ <u>2019</u> 14	in Millions) <u>2020</u> 14
<u>1.1.004</u>	Exclusion of employee awards Federal Statute IRC Section 74(c) and 27 Description: This provision provides an employees property given to employees State Tax Expenditure (m) Denotes a value of less than \$1 million	xclusion for for length State Fisca <u>2018</u>	of service	÷ .
<u>1.1.005</u>	Exclusion of employer contributions and edined benefit and defined contribution p Federal Statute IRC Sections 401-407, 4 Description: Employer contributions to quand annuity plans on behalf of Furthermore, the employee in they are distributed.	lans 10-418E, ar ualified pen of an emplo s generally	nd 457 Ision, profi oyee are no not taxed o	t-sharing, stock-bonus, of taxable to the employee.
	(m) Denotes a value of less than \$1 million			

<u>1.1.006</u>	Exclusion of employer contributions for health care, health insurance premiums and long- term care insurance premiums Federal Statute IRC Sections 105,106, and 125 <b>Description:</b> Employees are allowed to exclude contributions by their employers for							
	health care coverage for themselves and their dependents.							
	State Fiscal Years (\$ in Millions)							
	<u>2018</u> <u>2019</u> <u>2020</u>							
	State Tax Expenditure1,0041,0641,160(m) Denotes a value of less than \$1 million							
<u>1.1.007</u>	<ul> <li><u>Exclusion of employer-paid accident and disability premiums</u></li> <li>Federal Statute IRC Sections 105 and 106</li> <li><b>Description:</b> Premiums paid by employers for employee accident and disability insurance plans are excluded from the taxable income of employees. State Fiscal Years (\$ in Millions)</li> </ul>							
	2018 2019 2020							
	State Tax Expenditure201020172020(m) Denotes a value of less than \$1 million292930							
<u>1.1.008</u>	<ul> <li><u>Exclusion of employer contributions for premiums on group long-term life insurance</u></li> <li>Federal Statute IRC Section 79</li> <li><b>Description:</b> Premiums paid by the employer for qualified group-term life insurance plans for the employee are excluded from employee's taxable income.</li> </ul>							
	State Fiscal Years (\$ in Millions)							
	State Tax Expenditure $\frac{2018}{24}$ $\frac{2019}{24}$ $\frac{2020}{25}$ (m) Denotes a value of less than \$1 million							
<u>1.1.009</u>	<ul> <li><u>Exclusion of employer-paid transportation benefits and employer-provided transit and vanpool benefits</u></li> <li>Federal Statute IRC Section 132(f)</li> <li><b>Description:</b> Employer provided qualified transportation benefits are excluded from employee taxable income.</li> </ul>							
	State Fiscal Years (\$ in Millions)							
	2018 2019 2020							
	State Tax Expenditure363738(m) Denotes a value of less than \$1 million363738							
<u>1.1.010</u>	<ul> <li><u>Exclusion of benefits provided through cafeteria plans</u></li> <li>Federal Statute IRC Section 125</li> <li><b>Description:</b> Qualified benefits offered through an employer's cafeteria plan are not included as taxable income to the employee.</li> <li>State Fiscal Years (\$ in Millions)</li> </ul>							
	$\frac{2018}{2019} = \frac{2020}{2020}$							
	State Tax Expenditure21020192020(m) Denotes a value of less than \$1 million210229246							
<u>1.1.011</u>	<ul> <li><u>Exclusion of employer-provided adoption assistance</u></li> <li>Federal Statute IRC Section 137</li> <li><b>Description:</b> Benefits received from a qualified employer-sponsored adoption assistance program are excludable from taxable income for the employee.</li> </ul>							

	State Fiscal Years (\$ in Millions)					
	2018	2019	2020			
State Tax Expenditure	1	1	1			
(m) Denotes a value of less than \$1 million						

1.1.012 Exclusion of employer-provided education benefits (including education assistance and tuition reduction benefits) Federal Statute IRC Section 117(d) and Section 127 **Description:** Tuition reductions for employees of educational institutions may be excluded from taxable income. In addition, an employee may exclude amounts paid by the employer for qualified educational assistance programs. State Fiscal Years (\$ in Millions) 2018 2019 2020 State Tax Expenditure 8 8 8 (m) Denotes a value of less than \$1 million 1.1.013 Exclusion of miscellaneous fringe benefits Federal Statute IRC Section 132 and 117(D) **Description:** Certain miscellaneous fringe benefits provided by employers, including services provided at no additional costs, employee discounts, working condition fringes, de minimis fringes and certain tuition reductions, can be excluded from the employee's taxable income. State Fiscal Years (\$ in Millions) 2018 2019 2020 State Tax Expenditure 47 48 50 (m) Denotes a value of less than \$1 million 1.1.014 Exclusion of foreign earned income (including housing and salary) Federal Statute IRC Section 911 **Description:** U.S. taxpayers who live and work abroad are allowed a capped exclusion of their wage and salary income. In addition, qualified individuals can also exclude certain excess foreign housing costs. This provision does not apply to federal employees working abroad. State Fiscal Years (\$ in Millions) 2018 2019 2020 44 45 48 State Tax Expenditure (m) Denotes a value of less than \$1 million 1.1.015 Exclusion of certain allowances for federal employees abroad Federal Statute IRC Section 912 **Description:** U.S. federal civilian employees who work abroad are allowed to exclude from taxable income certain special allowances they receive that are generally linked to the cost of living. State Fiscal Years (\$ in Millions) 2018 2019 2020 State Tax Expenditure 7 8 8 (m) Denotes a value of less than \$1 million Exclusion of benefits and allowances to armed forces personnel (includes expenditure for <u>1.1.016</u> military disability benefits) Federal Statute IRC Section 112, 134, 104(a)(4) or (5) and 104(b) **Description:** Military personnel are provided with a variety of in-kind benefits (or cash

	payments in lieu of such benefits) that are not taxed. In addition, certain members of the armed forces are eligible for tax exclusion of disability pay. State Fiscal Years (\$ in Millions) $\frac{2018}{53} \frac{2019}{53} \frac{2020}{55}$ (m) Denotes a value of less than \$1 million
<u>1.1.017</u>	<ul> <li><u>Exclusion of medical care and Tricare medical insurance for military dependents, retirees, and retiree dependents</u></li> <li>Federal Statute IRC Section 112 and 134</li> <li><b>Description:</b> Military personnel are provided with a variety of in-kind benefits (or cash payments in lieu of such benefits) that are not taxed. In addition, certain members of the armed forces are eligible for tax exclusion of disability pay. State Fiscal Years (\$ in Millions)</li> <li><u>2018</u> <u>2019</u> <u>2020</u></li> </ul>
	State Tax Expenditure333032(m) Denotes a value of less than \$1 million333032
<u>1.1.018</u>	<ul> <li><u>Exclusion of veterans' benefits (includes veterans disability compensation, pensions, and readjustment benefits)</u></li> <li>Federal Statute 38 U.S.C. Section 5301</li> <li><b>Description:</b> All benefits administered by the U.S. Department of Veterans Affairs are exempt from income.</li> </ul>
	State Fiscal Years (\$ in Millions)
	State Tax Expenditure $\frac{2018}{66}$ $\frac{2019}{61}$ $\frac{2020}{63}$ (m) Denotes a value of less than \$1 million
<u>1.1.019</u>	<ul> <li><u>Exclusion of income attributable to the discharge of certain student loan debt and National</u> <u>Health Service Corp and certain state educational loan repayments</u></li> <li>Federal Statute IRC Section 108(f)</li> <li><b>Description:</b> This section provides that in certain instances, student loan cancellation and student loan repayment assistance may be excluded from gross income. State Fiscal Years (\$ in Millions)</li> </ul>
	State Tax Expenditure $2018$ $2019$ $2020$ 111
	(m) Denotes a value of less than \$1 million
<u>1.1.020</u>	<ul> <li>Exclusion of workers' compensation benefits (includes disability and survivor benefits and medical benefits, and exclusion of damages on account of personal physical injuries or physical sickness)</li> <li>Federal Statute IRC Section 104(a)(1)-(5)</li> <li>Description: Employees are not taxed on the value of insurance contributions for workers' compensation medical benefits made on their behalf by employers, or on the medical benefits or reimbursements they actually receive. Workers' compensation benefits to employees in cases of work-related injury and to survivors in cases of work-related death are not taxable. Damages paid, through either a court award or a settlement, to compensate</li> </ul>
	· ·

	State Tax Expenditure (m) Denotes a value of less than \$1 million	State Fisca <u>2018</u> 51	d Years (\$ 2019 50	5 in Millions) <u>2020</u> 51		
<u>1.1.021</u>	Exclusion of special benefits for disabled Federal Statute IRC Section 104(a)(1) <b>Description:</b> Cash and medical benefits to			r their survivors for total		
	disability or death resulting from coal workers' pneumoconiosis (black lung disease) paid under the Black Lung Benefits Act generally are not taxable. State Fiscal Years (\$ in Millions)					
		2018	<u>2019</u>	<u>2020</u>		
	State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	(m)	(m)		
<u>1.1.022</u>	Exclusion of untaxed Social Security and Federal Statute IRC Section 86	railroad reti	rement be	<u>nefits</u>		
	<b>Description:</b> In general, Social Security a tax.	nd railroad	retirement	benefits are not subject to		
		State Fisca	al Years (\$	in Millions)		
		<u>2018</u>	<u>2019</u>	2020		
	State Tax Expenditure (m) Denotes a value of less than \$1 million	192	187	192		
<u>1.1.024</u>	Exclusion of certain foster care payments Federal Statute IRC Section 131					
	<b>Description:</b> Qualified payments are excluded from the foster care provider's gross income.					
		State Fisca	al Years (\$	in Millions)		
		<u>2018</u>	<u>2019</u>	2020		
	State Tax Expenditure (m) Denotes a value of less than \$1 million	2	2	2		
<u>1.1.026</u>	Exclusion of scholarship and fellowship in Federal Statute IRC Section 117	ncome				
	<b>Description:</b> Scholarships and fellowship	s can be exc	luded from	n the gross income of		
	students and their families p					
	and (2) the amounts are used			•		
	for books, supplies, and equ			-		
	institution. Amounts used for excluded from gross income			idental expenses are not		
	excluded from gross meene		al Years (\$	in Millions)		
		2018	2019	2020		
	State Tax Expenditure (m) Denotes a value of less than \$1 million	15	16	17		
<u>1.1.027</u>	Exclusion of earnings of Coverdell education savings bonds	tion savings	accounts	and interest on educational		
	Federal Statute IRC Section 530	1 T. J	<b>G</b>			
	<b>Description:</b> Contributions to a Coverdel but the earnings grow on a t		-	ccount are not deductible		

		State Fisca	-	in Millions)
		<u>2018</u>	<u>2019</u>	<u>2020</u>
	State Tax Expenditure (m) Denotes a value of less than \$1 million	1	1	1
<u>1.1.028</u>	Exclusion of earnings of qualified tuition savings account programs)	programs (ii	ncluding p	prepaid tuition programs and
	Federal Statute IRC Section 529	•,•		
	<b>Description:</b> Contributions to qualified tu			
	level but earnings accumulat			S in Millions)
		<u>2018</u>	<u>2019</u>	<u>2020</u>
	State Tax Expenditure (m) Denotes a value of less than \$1 million	5	8	9
<u>1.1.029</u>	Exclusion for certain agricultural cost-sha Federal Statute IRC Section 126	ring paymer	<u>nts</u>	
	Description: Grants made for the purpose			
	protecting the environment a			-
				5 in Millions)
	State Tax Expenditure	<u>2018</u> (m)	<u>2019</u> (m)	<u>2020</u> (m)
	(m) Denotes a value of less than \$1 million	(III)	(III)	(111)
1.1.030	Exclusion of cancellation of indebtedness	income for	farmers	
	Federal Statute Sections 108 and 1070(b			
	<b>Description:</b> The provision allows farmer			
	from the cancellation of cert			
	taxpayers. As such, income			be subject to tax would be
	excluded from tax under qua			in Millions)
		<u>2018</u>	<u>2019</u>	<u>2020</u>
	State Tax Expenditure (m) Denotes a value of less than \$1 million	1	1	1
<u>1.1.031</u>	Exclusion of interest on state and local go Federal Statute Various	vernment pr	rivate activ	vity bonds
	Description: Interest earned on qualified	private activ	vity bonds	is tax exempt.
				6 in Millions)
		<u>2018</u>	<u>2019</u>	<u>2020</u>
	State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	(m)	(m)
<u>1.1.032</u>	Exclusion of capital gains on sales of prin	cipal resider	nces	
	Federal Statute IRC Section 121	-		
	<b>Description:</b> A taxpayer may exclude from			
	gain (\$500,000 in the case of			ling joint returns) from the
	sale or exchange of their prin			in Millions)
		2018	2019	<u>2020</u>
	State Tax Expenditure	249	259	<u>268</u>
	(m) Denotes a value of less than \$1 million	>	/	

<u>1.1.033</u>	<ul> <li><u>Exclusion of capital gains at death</u></li> <li>Federal Statute IRC Sections 1001,1002,1014,1015,1023,1040,1221, and 1222</li> <li><b>Description:</b> Capital gains tax is not imposed on the increased value of an asset when ownership of the property is transferred as a result of the death of the owner.</li> </ul>			
	State Fiscal Years (\$ in Millions)State Tax Expenditure144156160(m) Denotes a value of less than \$1 million144156160			
<u>1.1.034</u>	$ \begin{array}{c} \underline{Carryover\ basis\ of\ capital\ gains\ on\ gifts}} \\ Federal\ Statute  IRC\ Sections\ 1001,1014,1015,1023,1040,1221,\ and\ 1222 \\ \hline \textbf{Description:}\ Capital\ gains\ tax\ is\ not\ imposed\ on\ the\ increased\ value\ of\ an\ asset\ when\ ownership\ of\ the\ property\ is\ transferred\ as\ a\ gift\ during\ the\ owner's\ lifetime. \\ State\ Fiscal\ Years\ (\$\ in\ Millions) \\ \hline \underline{2018}  \underline{2019}  \underline{2020} \\ State\ Tax\ Expenditure \qquad 3  4  7 \\ (m)\ Denotes\ a\ value\ of\ less\ than\ \$1\ million \\ \end{array} $			
<u>1.1.035</u>	Permanent Exemption from imputed interest rules         Federal Statute       IRC Sections 163(e), 483, 1274, and 1274A         Description:       Debt instruments for amounts not exceeding an inflation adjusted maximum, given in exchange for real property, may not have imputed to them an interest rate greater than 9 percent.         State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       3       3       3         (m) Denotes a value of less than \$1 million       1       1			
<u>1.1.036</u>	Exclusion of combat pay Federal Statute IRC Section 112Description: Compensation received by active members of the armed forces is excluded from gross income for any month the service member served in a combat zone or was hospitalized as a result of an injury or illness incurred while serving in a combat zone.State Fiscal Years (\$ in Millions) $\frac{2018}{14}$ $\frac{2019}{10}$ $\frac{2020}{9}$ State Tax Expenditure (m) Denotes a value of less than \$1 million			
<u>1.1.037</u>	Exclusion of energy conservation subsidies provided by public utilities         Federal Statute       IRC Section 136         Description:       In general, this provision allows customers to exclude from their gross income the value of any subsidy provided by a public utility for the purchase or installation of any energy conservation measure.         State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       (m)       (m)       (m)			
<u>1.1.040</u>	Exclusion of interest on public purpose state and local government bonds Federal Statute IRC Sections 103, 141 and 146			

Federal Statute IRC Sections 103, 141 and 146

	<b>Description:</b> Interest income of qualifyin	a aovernme	ntal bonds	s is excluded from taxable
	income (expenditure estima			
	interest on GA bonds is exc.			s teneet of this that only
	interest on Gri bonds is exe.			§ in Millions)
		<u>2018</u>	<u>2019</u>	<u>2020</u>
	State Tax Expenditure	1	1	1
	(m) Denotes a value of less than \$1 million	1	1	1
<u>1.1.041</u>	Exclusion of income earned by voluntary	employees'	beneficia	ry associations
	Federal Statute IRC Sections 501(a) and			
	<b>Description:</b> Provided certain requirement			
	employee beneficiary associ	iation (VEB	BA) is exer	npt from federal income
	taxes.			
				s in Millions)
		<u>2018</u>	<u>2019</u>	<u>2020</u>
	State Tax Expenditure	11	10	10
	(m) Denotes a value of less than \$1 million			
1.1.042	Exclusion of survivor annuities paid to fa	milies of pu	blic safety	officers killed in the line of
	duty		<u>, , , , , , , , , , , , , , , , , , , </u>	<u> </u>
	Federal Statute IRC Section 101(h)			
	<b>Description:</b> The surviving spouse of a p	ublic safety	officer kil	led in the line of duty can
	exclude from gross income			
	governmental pension plan.			
		State Fisc	al Years (S	5 in Millions)
		2018	2019	<u>2020</u>
	State Tax Expenditure	(m)	(m)	(m)
	(m) Denotes a value of less than \$1 million			
1.1.043	Exclusion of disaster mitigation payments			
1.1.045	Federal Statute IRC Section 139	<u>&gt;</u>		
	<b>Description:</b> Payments made for disaster	mitigation	under the l	Robert T Stafford Disaster
	Relief and Emergency Insur			
	excluded from income.		the ratio	
	energiada nom moome.	State Fisc	al Years (S	5 in Millions)
		2018	2019	<u>2020</u>
	State Tax Expenditure	(m)	(m)	(m)
	(m) Denotes a value of less than \$1 million	()	< -/	

(m) Denotes a value of less than \$1 million

#### **1.2 Federal Deductions**

<u>1.2.001</u>	Accelerated depreciation (MACRS) Federal Statute IRC Sections 167 and 168 <b>Description:</b> Under the Modified Accelerated Cost Recovery System (MACRS) the cost of tangible depreciation property of certain energy property is allowed a shorter depreciation period. Taxpayers are allowed to depreciate the costs of new rental housing and certain other buildings and equipment on an accelerated schedule.				
				in Millions)	
	State Tax Expenditure	$\frac{2018}{23}$	$\frac{2019}{20}$	<u>2020</u> 17	
	(m) Denotes a value of less than \$1 million				
<u>1.2.003</u>	Expensing of exploration and developmer Federal Statute IRC Sections 263, 291, 6 <b>Description:</b> Firms engaged in mining are development costs.	516-617,56,	1254		
	de refopment costs.	State Fisca	al Years (\$	in Millions)	
		2018	2019	<u>2020</u>	
	State Tax Expenditure	(m)	(m)	(m)	
	(m) Denotes a value of less than \$1 million	()	()	()	
<u>1.2.004</u>	Amortization of business start-up costs Federal Statute IRC Section 195 <b>Description:</b> This provision allows a busi qualified start-up expenditur		er to deduc	ct up to \$10,000 in	
	quantice start up expenditur		al Years (\$	in Millions)	
		<u>2018</u>	2019	<u>2020</u>	
	State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	1	1	
<u>1.2.005</u>	Expensing of research and experimental e Federal Statute IRC Section 174 and 59( <b>Description:</b> This provision allows a busi expenditures that are paid or or business.	e) ness taxpay			
		State Fisca	al Years (\$	in Millions)	
		2018	2019	2020	
	State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	0	0	
<u>1.2.006</u>	Expensing of magazine circulation expend Federal Statute IRC Section 173 <b>Description:</b> In general, current federal ta magazines, and other period establish, or increase circula	ticals to ded	uct their ex year in whi	penditures to maintain,	
	State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	(m)	(m)	

1.2.007	7 Deductions of oil and gas exploration and development costs					
	Federal Statute IRC Sections 611, 612, 613, 613A and 291; 263(c), 616-617, 57(a)(2)					
	59(e) and 1254					
	<b>Description:</b> Firms that extract oil, gas or other minerals are permitted a deduction to					
	recover their capital investment in a mineral reserve, which depreciates due to the physical and economic depletion or exhaustion as the mineral is					
	recovered. Firms engaged in the exploration and development of oil, gas or					
	geothermal properties have the option of expensing certain intangible drilling					
	and development costs.					
	State Fiscal Years (\$ in Millions)					
	2018  2019  2020					
	State Tax Expenditure000(m) Denotes a value of less than \$1 million00					
<u>1.2.008</u>	Special treatment for expenses related to timber production					
	Federal Statute IRC Sections 194, 263A(c)(5)					
	<b>Description:</b> This provision allows expensing of production costs of growing timber.					
	Taxpayers are also allowed different depreciation practices for qualified reforestation expenses.					
	State Fiscal Years (\$ in Millions)					
	<u>2018</u> 2019 2020					
	State Tax Expenditure222					
	(m) Denotes a value of less than \$1 million					
1.2.009	Expensing under IRC section 179 of depreciable business property					
1.2.002	Federal Statute IRC Section 179					
	Description: Within certain limits, a taxpayer may elect to deduct as a current expense					
	the cost of qualifying property in the tax year when it is placed in service.					
	State Fiscal Years (\$ in Millions)					
	State Tax Expenditure $\begin{array}{ccc} 2018 & 2019 & 2020 \\ 69 & 63 & 48 \end{array}$					
	State Tax Expenditure696348(m) Denotes a value of less than \$1 million696348					
1 2 0 1 0						
<u>1.2.010</u>	Exceptions for publicly traded partnerships with qualified income derived from certain energy-related activities					
	Federal Statute IRC Section 7704					
	<b>Description:</b> This code section allows publicly traded partnerships to be treated as a					
	corporation for the purposes of the federal income tax under most situations.					
	State Fiscal Years (\$ in Millions)					
	State Tax Expenditure $\frac{2018}{2}$ $\frac{2019}{1}$ $\frac{2020}{2}$					
	State Tax Expenditure212(m) Denotes a value of less than \$1 million212					
<u>1.2.011</u>	Treatment of income from exploration and mining of natural resources as qualifying					
	income under the publicly traded partnerships rules					
	Federal Statute IRC Section 7704					
	<b>Description:</b> This code section allows publicly traded partnerships to be treated as a corporation for the purposes of the federal income tax under most situations					
	corporation for the purposes of the federal income tax under most situations. State Fiscal Years (\$ in Millions)					
	$\frac{2018}{2019} = \frac{2020}{2020}$					
	State Tax Expenditure $(m)  0  0$					
	(m) Denotes a value of less than \$1 million					

<u>1.2.012</u>	Various agricultural expensing provisions         Federal Statute       IRC Sections 162, 175, 180, 446, 448, 461, 464         Description:       Taxpayers in the business of farming may choose to expense costs associated with soil and water conservation, soil conditioning and the costs associated with raising dairy and breeding cattle.         State Fiscal Years (\$ in Millions)         2018       2019       2020
	State Tax Expenditure111(m) Denotes a value of less than \$1 million
<u>1.2.013</u>	Community and regional development incentives         Federal Statute       IRC Sections 38(b), 39(d), 45A, 280C(a), 1391-1397D         Description:       Communities designated as empowerment zones and renewable communities are eligible for special development incentives.         State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       (m)       (m)       (m)
<u>1.2.014</u>	Expensing to remove architectural and transportation barriers to the handicapped and elderlyFederal Statute IRC Section 190Description: This provision allows taxpayers to deduct up to \$15,000 of expenses incurred in a single year for removing physical barriers to handicap or elderly individuals in qualified facilities or public transportation vehicles owned or leased by the taxpayer.State Fiscal Years (\$ in Millions) $\frac{2018}{(m)}$ $\frac{2019}{0}$ State Tax Expenditure (m) Denotes a value of less than \$1 million
<u>1.2.015</u>	$\frac{\text{Inventory methods and valuation, (including last-in first-out, lower of cost or market, specific identification for homogenous products)}{\text{Federal Statute IRC Sections 475, 491-492}}$ $\frac{\text{Description: This provision allows taxpayers to use alternative inventory systems to determine cost of goods sold.}{\text{State Fiscal Years ($ in Millions)}}$ $\frac{2018}{2}  \frac{2019}{2}  \frac{2020}{2}$ (m) Denotes a value of less than \$1 million
<u>1.2.017</u>	Health Savings AccountsFederal StatuteIRC Section 223Description: This provision allows taxpayers to exclude their health savings account contributions from their gross income in determining their taxable income. State Fiscal Years (\$ in Millions)State Tax Expenditure $\frac{2018}{31}$ $\frac{2019}{35}$ $\frac{2020}{37}$ (m) Denotes a value of less than \$1 million

<u>1.2.018</u>	Deduction of property taxes on real proper Federal Statute IRC Section 164	<u>rty</u>		
	<b>Description:</b> Taxpayers may claim an itemized deduction for property taxes paid on			
	owner-occupied residences.			
	sales taxes in total cannot ex		-	operty and state meonie of
	sules taxes in total califier of	-		\$ in Millions)
		2018	<u>2019</u>	<u>2020</u>
	State Tax Expenditure	269	129	98
	(m) Denotes a value of less than \$1 million			
1 2 020	Deduction of montance interact on owner	o constant m	adamaaa	
<u>1.2.020</u>	<u>Deduction of mortgage interest on owner</u> Federal Statute IRC Section 163(h)		estdences	
	<b>Description:</b> A taxpayer may claim an ite	mized dedu	action for	"qualified residence
	interest" which includes inte			
	residence and a second resid			
		State Fisc	al Years (	\$ in Millions)
		2018	<u>2019</u>	2020
	State Tax Expenditure	293	196	194
	(m) Denotes a value of less than \$1 million			
1.2.021	Deduction of charitable contributions (inc	ludos dodu	ctions for	health adjugation and for
1.2.021	purposes other than health and education)			nearin, education, and for
	Federal Statute IRC Sections 170 and 64			
	<b>Description:</b> Subject to certain limitation		e contribut	tions may be deducted by
	individuals.	~,		
		State Fisc	al Years (	\$ in Millions)
		2018	2019	<u>2020</u>
	State Tax Expenditure	501	430	391
	(m) Denotes a value of less than \$1 million			
1.2.022	Deduction of casualty and theft losses			
	Federal Statute IRC Sections 165(c)(3),	165(e), 165	(h)-165(k	)
	<b>Description:</b> An individual may claim an	· · · ·		•
	casualty or theft losses up to	a specified	l limit.	-
		State Fisc	al Years (S	\$ in Millions)
		2018	<u>2019</u>	<u>2020</u>
	State Tax Expenditure	2	1	1
	(m) Denotes a value of less than \$1 million			
<u>1.2.023</u>	Deduction of overnight expenses for Nati	onal Guard	and Reser	ve members
	Federal Statute IRC Sections 162(p) and			
	<b>Description:</b> An above-the-line deduction			imbursed overnight travel,
	meals, and lodging expense			-
		State Fisc	al Years (	\$ in Millions)
		2018	<u>2019</u>	<u>2020</u>
	State Tax Expenditure	1	1	1
	(m) Denotes a value of less than \$1 million			
<u>1.2.025</u>	Deduction of interest on student loans			
	Federal Statute IRC Section 221			
	<b>Description:</b> Taxpayers may deduct inter	est paid on	qualified e	education loans in
	determining their adjusted g			

	State Tax Expenditure (m) Denotes a value of less than \$1 million	State Fisc <u>2018</u> 12	cal Years (3 2019 12	\$ in Millions) <u>2020</u> 12
<u>1.2.028</u>	<ul> <li><u>Deduction of health insurance premiums an</u> <u>self-employed</u></li> <li>Federal Statute IRC Section 162(1)</li> <li><b>Description:</b> Generally, a self-employed in health insurance or long-term</li> </ul>	dividual i care insu	may deduc	t the entire amount paid for \$ in Millions)
	State Tax Expenditure (m) Denotes a value of less than \$1 million	33	38	$\frac{2020}{42}$
<u>1.2.029</u>	Deduction of medical and dental expenses a Federal Statute IRC Section 213 Description: Most medical expenses that an an employer or insurance com to the extent they exceed 10 p	re paid by pany may percent of	an indivio y be deduc adjusted g	dual but not reimbursed by ted from taxable income
	State Tax Expenditure (m) Denotes a value of less than \$1 million	62	47	45
<u>1.2.030</u>		08A traditional aditional are phase State Fisc <u>2018</u>	l or Roth I IRAs and c ed out for l cal Years ( <u>2019</u>	RA are allowed to deduct listributions in the case of nigher-income individuals. \$ in Millions) <u>2020</u>
<u>1.2.031</u>	State Tax Expenditure (m) Denotes a value of less than \$1 million <u>Limit on NOL deduction</u> Federal Statute Pub. L. No. 115-63 <b>Description:</b> The deduction for net operatin income. State Tax Expenditure (m) Denotes a value of less than \$1 million	-		146 to 80 percent of taxable \$ in Millions) $\frac{2020}{-1}$

## **1.3 Special Federal Conformity Provisions**

<u>1.3.001</u>	Deferral of gain on like-kind exchanges Federal Statute IRC Section 1031 Description: When business or investment p kind, no gain or loss is recogni paid at the time of the exchang S	zed on th e. tate Fisca	e exchange al Years (\$	e and therefore no tax is in Millions)
	State Tax Expenditure (m) Denotes a value of less than \$1 million	<u>2018</u> 27	$\frac{2019}{28}$	<u>2020</u> 28
<u>1.3.002</u>	Special rules for magazine, paperback book, Federal Statute IRC Section 458 <b>Description:</b> Publishers and distributors of r to exclude from gross income goods that are returned after th S	nagazine for a tax e close o	s, paperbac year, the in f the tax ye	ncome from the sale of
	State Tax Expenditure (m) Denotes a value of less than \$1 million	<u>2018</u> (m)	<u>2019</u> (m)	<u>2020</u> (m)
<u>1.3.003</u>	<u>Two-year carryback for net operating losses</u> Federal Statute IRC Section 172 <b>Description:</b> Current law provides a two-yea farming. The normal carryback S State Tax Expenditure	ar carryba period f	ack period for losses is	for losses related to
	(m) Denotes a value of less than \$1 million	(111)	(111)	(111)
<u>1.3.004</u>	Special rules for mining reclamation reserve Federal Statute IRC Section 468 and 1274 <b>Description:</b> Electing taxpayers may deduct estimated future reclamation an disposal sites.	the currend closing	g costs for	mining and solid waste
	S	tate Fisca 2018	-	in Millions) 2020
	State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	(m)	(m)
<u>1.3.005</u>	Cash accounting for certain businesses Federal Statute IRC Sections 446 and 448 <b>Description:</b> The cash method of accounting is not a tax shelter and falls into These are farming businesses, entities that meet a gross receip S	o at least qualified ots test.	one of three personal s	ee specified categories.
	State Tax Expenditure (m) Denotes a value of less than \$1 million	24	28	22

<u>1.3.006</u>	Deferral of gain on non-dealer installment sales         Federal Statute       IRC Sections 453 and 453A(b)         Description: Some taxpayers are allowed to report some sales using the installment method of accounting in which the gross profit from the sale is prorated over the years during which the payments are received.         State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       5       5       5				
	State Tax Expenditure555(m) Denotes a value of less than \$1 million555				
<u>1.3.007</u>	Completed contract rules Federal Statute IRC Section 460 <b>Description:</b> Some taxpayers with construction or manufacturing contracts extending for more than one tax year are allowed to report some or all of the profit on the contracts under special accounting rules rather than the normal rules of tax accounting. State Fiscal Years (\$ in Millions)				
	<u>2018</u> <u>2019</u> <u>2020</u>				
	State Tax Expenditure233(m) Denotes a value of less than \$1 million233				
<u>1.3.008</u>	Special treatment of employee stock ownership plans (ESOPs) (includes deferral of tax on certain employee stock plans)Federal StatuteIRC Sections 401(a)(28), 404(a)(9), 404(k), 415(c)(6), 512(e), 1042, 4975(d)(3), 4978, 4979ADescription:Employer contributions may be deducted as a business expense. In addition, some contributions are subject to less restrictive limits than contributions to other employee benefit plans. Tax on qualified employee stock purchase plans are not taxed when granted or excised. Tax is deferred until stock is sold.State Fiscal Years (\$ in Millions) 				
	State Tax Expenditure889(m) Denotes a value of less than \$1 million889				
<u>1.3.009</u>	Income averaging for farmers and fishermenFederal StatuteIRC Section 1301Description:Beginning with tax years after 1997, taxpayers have the option to calculate their current year income tax by averaging over a prior three-year period, all or a portion of their income from farming and/or fishing. State Fiscal Years (\$ in Millions) $2018  2019  2020$				
	State Tax Expenditure111(m) Denotes a value of less than \$1 million11				
<u>1.3.010</u>	<ul> <li><u>Qualified opportunity zones</u></li> <li>Federal Statute PL 115-97; IRS 1400Z-1</li> <li><b>Description:</b> The inclusion in gross income of capital gains reinvested in a qualified opportunity fund may be temporarily deferred and 15 percent of capital gains reinvested may be excluded if the investment is held for seven years. Capital gains from the sale or exchange of an investment in the qualified opportunity fund held for at least 10 years are excluded from gross income.</li> </ul>				

A qualified opportunity fund is an investment vehicle organized as a corporation or a partnership for the purpose of investing in qualified opportunity zone property that holds at least 90 percent of its assets in qualified opportunity zone property. Qualified opportunity zone property includes any qualified opportunity zone stock, any qualified opportunity zone partnership interest, and any qualified opportunity zone business property. Certain low-income community population census tracts may be designated as qualified opportunity zones by the chief executive officer of the State (which includes the District of Columbia).

	State Fisca	al Years (	\$ 11 M111
	<u>2018</u>	2019	2020
State Tax Expenditure (m) Denotes a value of less than \$1 million	3	5	5

## 1.4 Georgia Exemptions

<u>1.4.001</u>	Personal Exemption				
111001	Statute	§48-7-26			
	Year Enacted	1987			
	Year Effective	1987			
	Data Source	DOR data for 20	016		
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note	For distribution	al analysis	s see Table	3 in Appendix
	<b>Description:</b> For tax years		•		
					nd \$2,700 for all other
			• •	•	for each dependent
	claimed on th				1
		Sta	ate Fiscal	Years (\$ in	n Millions)
			2018	2019	2020
	State Tax Expenditure		1,047	1,060	1,073
	(m) Denotes a value of less than \$1 m	nillion	,		
1 4 003	Deting and Income				
<u>1.4.002</u>	<u>Retirement Income</u>	840 7 77			
	Statute Very Excepted	§48-7-27			
	Year Enacted Year Effective	1971			
		1971 DOD 1-1-1-1-20	016		
	Data Source	DOR data for 20	J10		
	Estimate Reliability	Class A			
	Data Reliability	Class A	1 1 .	TT 11	4 . 4 1.
	Note	For distribution	-		
	<b>Description:</b> For tax years			-	-
					income exclusion may
	include a max	ximum of \$4,000			N:11: and
		51		-	n Millions)
	State Terr Frence diteres		<u>2018</u>	<u>2019</u> 956	<u>2020</u>
	State Tax Expenditure (m) Denotes a value of less than \$1 m	villion	901	930	998
		inition			
<u>1.4.003</u>	Exclusion of federally taxa	ble Social Securi	ty benefits	<u>8</u>	
	Statute	§48-7-27			
	Year Enacted	1971			
	Year Effective	1971			
	Data Source	DOR data for 2	016		
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note				
	Description: Social Securit	ty and tier 1 railro	oad retirer	nent benef	its are excluded from
	state taxable i	ncome.			
		Sta	ate Fiscal	Years (\$ in	n Millions)
			<u>2018</u>	2019	<u>2020</u>
	State Tax Expenditure		190	198	205
	(m) Denotes a value of less than \$1 m	nillion			

<u>1.4.004</u>	Georgia Higher Education	Savings Plan Contributions
	Statute	§48-7-27
	Year Enacted	NA
	Year Effective	Taxable years beginning on or after January 1, 2002
	Data Source	DOR data for 2016
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	The contribution limits were increased from \$2,000 to
		\$4,000 effective January 1, 2016. For distributional analysis
		see Table 5 in Appendix
	<b>Description:</b> An exemption	n from income is allowed for contributions to a qualified higher
	education sav	rings plan. The exemption is limited to \$4,000 per qualified
	plan beneficia	• • • • • •
		State Fiscal Years (\$ in Millions)
		<u>2018</u> 2019 2020
	State Tax Expenditure	10 12 14
	(m) Denotes a value of less than \$1 m	nillion
1 4 005	Interact on U.S. obligation	
<u>1.4.005</u>	Interest on U.S. obligations Statute	
	Year Enacted	\$48-7-27 1971
	Year Effective	1971
	Data Source	DOR data for 2016
		Class A
	Estimate Reliability Data Reliability	Class A
	Note	For distributional analysis see Table 6 in Appendix
		d on U.S. government bonds and other obligations are not
	_	ixable income.
		State Fiscal Years (\$ in Millions)
		<u>2018</u> <u>2019</u> <u>2020</u>
	State Tax Expenditure	15 19 21
	(m) Denotes a value of less than \$1 m	nillion
1.4.007	Organ donation expenses	
1.4.007	Statute	§48-7-27
	Year Enacted	1981
	Year Effective	Taxable years beginning on or after January 1, 2005
	Data Source	United Network for Organ Sharing, 2015
	Estimate Reliability	Class B
	Data Reliability	Class A
	Note	
		mbursed expenses associated with the donation of organs in
	_	vith the National Organ Procurement Act are deductible from
		red gross income up to a maximum value of \$10,000.
		State Fiscal Years (\$ in Millions)
		<u>2018</u> 2019 2020
	State Tax Expenditure	$\frac{2010}{(m)}$ $\frac{2012}{(m)}$ $\frac{2020}{(m)}$
	(m) Denotes a value of less than \$1 m	
<b>1.4.008</b>	Aged 65/Blind deduction	
	Statute	§48-7-27
	Year Enacted	1971
	-	

	Year Effective	1971
	Data Source	DOR data for 2016
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	For distributional analysis see Table 7 in Appendix
		ged 65 or older are allowed an annual deduction from income of
		xpayer. Taxpayers who are blind are allowed an annual
	-	om income of \$1,300 per taxpayer.
		State Fiscal Years (\$ in Millions)
		<u>2018</u> <u>2019</u> <u>2020</u>
	State Tax Expenditure	$\frac{2010}{7}$ $\frac{2012}{8}$
	(m) Denotes a value of less than \$1 i	
<u>1.4.010</u>	Premiums for high-deduct	ible health plans
	Statute	§48-7-27
	Year Enacted	2008
	Year Effective	Taxable years beginning on or after January 1, 2009
	Data Source	DOR data as of 2016
	Estimate Reliability	Class B
	Data Reliability	Class A
	Note	
		e allowed to exclude 100 percent of premiums paid for certain
	high-deducti	ble health plans.
		State Fiscal Years (\$ in Millions)
	~	<u>2018</u> <u>2019</u> <u>2020</u>
	State Tax Expenditure	6 6 6
	(m) Denotes a value of less than \$1 n	nillion
<u>1.4.021</u>	Exclusion of Military Surv	vivor Benefit
	Statute	§48-7-27(5)
	Year Enacted	2018
	Year Effective	2018
	Data Source	Fiscal Note for HB 749 (2018)
	Estimate Reliability	Class A
	Data Reliability	Class B
	Note	
	<b>Description:</b> Income recei	ved by a surviving family member based on the service record
	of a deceased	l service member is exempt from state income tax.
		State Fiscal Years (\$ in Millions)
		<u>2018</u> <u>2019</u> <u>2020</u>
	State Tax Expenditure	1 5 5
	(m) Denotes a value of less than \$1 n	nillion

Expenditure	Statute	Summary		
1.4.006	§48-7-27	Certain military income		
1.4.009	§48-7-27	Certain dependent's unearned income		
1.4.011	§48-7-27	Exclusion of qualified insurance benefits for firefighters		
1.4.012	§48-7-27	Individual retirement account, Keogh, SEP and Sub-S plan withdrawals where tax has been paid to Georgia because of the difference between Georgia and Federal law for tax years 1981 through 1986.		
1.4.012	940-7-27	Depreciation because of differences in Georgia and Federal law		
1.4.013	§48-7-27	during tax years 1981 through 1986.		
1.4.014	§48-7-27	Income from any fund, program or system which is exempted by federal law or treaty.		
1.4.015	§48-7-27	Certain income in which the Sub-S election is not recognized by Georgia or another state in order to avoid double taxation.		
1.4.016	§48-7-27	Adjustment for certain teachers retired from the Teachers Retirement System of Georgia		
		Amount claimed by certain employers in food and beverage		
1.4.017	§48-7-27	establishments		
1.4.018	§48-7-27	Adjustment of certain payments to minority subcontractors		
1.4.019	§48-7-27	Adjustments to federal AGI for certain Georgia resident partners		
1.4.020	§48-2-100	Exemption for certain disaster relief firms		

# Georgia individual income tax expenditures for which an estimate is not currently available

### **1.5 Georgia Deductions**

<u>1.5.001</u>	Standard Deduction				
	Statute	§48-7-27			
	Year Enacted	1971			
	Year Effective	1971			
	Data Source	DOR data for 2	2016, Fisca	l Note for	HB 918 (2018)
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note	For distribution	nal analysis	s see Table	e 8 in Appendix. The
		allowable stand	lard deduc	tion amou	nts were increased
		effective Janua	ry 1, 2018.		
	<b>Description:</b> Taxpayers w	ho do not itemize	e expenses	on their fe	ederal return are allowed a
	standard dedu	uction of \$4,600	for single a	and head c	of household filers,
	\$6,000 for m	arried joint filers	, and \$3,00	00 for mar	ried separate filers.
		S	tate Fiscal	Years (\$ i	n Millions)
			2018	2019	<u>2020</u>
	State Tax Expenditure		288	589	773
	(m) Denotes a value of less than \$1 m	nillion			
1.5.003	Deduction for Community	-Based Faculty F	Physicians		
	Statute	§48-7-27	•		
	Year Enacted	2014			
	Year Effective	2014			
	Data Source	DOR data for 2	2016, Fisca	l Note for	HB 922 (2014)
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note				
	<b>Description:</b> Deduction fo	r community-bas	sed faculty	physician	s for core medical clerkships,
	physician ass	istant core clerks	ships, or nu	irse practi	tioner core clerkship.
		S	tate Fiscal	Years (\$ i	n Millions)
			2018	2019	<u>2020</u>
	State Tax Expenditure		(m)	(m)	(m)
	(m) Denotes a value of less than \$1 m	nillion			

# Georgia individual income tax credit expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
1.5.002	§48-7-27	Deduction of qualified insurance premiums for former firefighters

## 1.6 Georgia Credits

<u>1.6.001</u>	Rural Physician Credit Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: This credit is	<ul> <li>§48-7-29</li> <li>1995</li> <li>Taxable years beginning on or after January 1, 1996</li> <li>DOR data as of 2016</li> <li>Class A</li> <li>Class A</li> <li>for certain physicians practicing in rural counties. The value of</li> </ul>
		equal to the lessor of \$5,000 or the taxpayer's income tax
		may be claimed for five years.
	nuonity unu i	State Fiscal Years (\$ in Millions)
		<u>2018</u> <u>2019</u> <u>2020</u>
	State Tax Expenditure	$\frac{1}{1}$ $\frac{1}{1}$ $\frac{1}{1}$
	(m) Denotes a value of less than \$1 n	nillion
4 < 0.0	<b></b>	
<u>1.6.002</u>	Disabled person's home pu	
	Statute	§48-7-29.1
	Year Enacted	1998
	Year Effective	Taxable years beginning on or after January 1, 1999
	Data Source	DOR data as of 2016
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	and days of \$500 and did for the much and of a many single formily.
		covides a \$500 credit for the purchase of a new single-family
	nome contain	ning accessibility features or for the retrofit of an existing home. State Fiscal Years (\$ in Millions)
		$\frac{2018}{2019} = \frac{2020}{2020}$
	State Tax Expenditure	$\frac{2018}{(m)}$ $\frac{2019}{(m)}$ $\frac{2020}{(m)}$
	(m) Denotes a value of less than \$1 n	
<u>1.6.003</u>	Driver Education Credit	
	Statute	§48-7-29.5
	Year Enacted	2000
	Year Effective	Taxable years beginning on or after January 1, 2001
	Data Source	DOR data as of 2016
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	This credit will expire on December 31, 2018
	<b>Description:</b> This credit pr	ovides a credit against income tax for the lesser of \$150 or the
	cost of a qual	lified driver education class.
		State Fiscal Years (\$ in Millions)
		<u>2018</u> <u>2019</u> <u>2020</u>
	State Tax Expenditure	1 1 0
	(m) Denotes a value of less than \$1 n	nillion

<u>1.6.004</u>	Georgia Emer Management	§48-7-29.4 2000 Taxable years beginning on or after January 1, 2000 DOR data as of 2016, FEMA Disasters database Class A Class A for individuals receiving disaster relief payments from the rgency Management Agency or from the Federal Emergency Agency. The credit amount is the actual amount of the disaster ce or \$500, whichever is less. State Fiscal Years (\$ in Millions) $\frac{2018}{(m)}$ $\frac{2019}{2}$ $\frac{2020}{3}$
	(m) Denotes a value of less than \$1 m	
<u>1.6.005</u>	family members of the total an	$\begin{array}{c} \$48-7-29.2 \\ 1998 \\ Taxable years beginning on or after January 1, 1999 \\ DOR data as of 2016 \\ Class A \\ Class A \\ for taxpayers with expenses related to the care of a qualifying \\ er. The value of the credit is equal to no more than 10 percent nount expended for qualifying caregiving expenses. In no event it exceed $150 or the taxpayer's income tax liability, less. \\ State Fiscal Years ($ in Millions) \\ \underline{2018}  \underline{2019}  \underline{2020} \\ (m)  (m)  (m) \end{array}$
<u>1.6.006</u>	National Guard Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: This credit is Guard and Ai days and who Life Insurance	<ul> <li>§48-7-29.9</li> <li>2005</li> <li>Taxable years beginning on or after January 1, 2005</li> <li>DOR data as of 2016</li> <li>Class A</li> <li>Class A</li> <li>available for active duty members of the Georgia National</li> <li>r National Guard on active duty for more than 90 consecutive</li> <li>purchase qualified life insurance through the Services' Group</li> <li>e program administered by the U.S. Department of Veterans</li> <li>bredit amount is equal to the cost of the premiums of the life</li> </ul>

		S	State Fiscal 2018	Years (\$ i <u>2019</u>	n Millions) <u>2020</u>
	State Tax Expenditure (m) Denotes a value of less than \$1 n	million	(m)	(m)	(m)
<u>1.6.007</u>	Child and Dependent Care Statute	<u>Credit</u> §48-7-29.10			
	Year Enacted	2006			
	Year Effective		beginning	on or after	January 1, 2006
	Data Source	DOR data as o		on or arter	January 1, 2000
	Estimate Reliability	Class A	2010		
	Data Reliability	Class A			
	Note	Clubb II			
	<b>Description:</b> This credit is	equal to 30 per	cent of the	federal cre	edit claimed for qualified
	—	ated to the care of			-
	enpenses ren				in Millions)
		~	2018	2019	<u>2020</u>
	State Tax Expenditure (m) Denotes a value of less than \$1 n	million	39	41	42
<u>1.6.008</u>	Adoption of Foster Child C				
	Statute	§48-7-29.15			
	Year Enacted	2008			
	Year Effective	Tax years begin	•	or after Jan	uary 1, 2008
	Data Source	DOR data as o	of 2016		
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note	• 1	1. 1		1 1.0. 1
	<b>Description:</b> This credit pr				
					per child annually until the
		ing on or after Ja			s occurring in taxable
	years beginn	-	-		in Millions)
			2018	2019	2020
	State Tax Expenditure		5	5	5
	(m) Denotes a value of less than \$1 i	million	5	5	5
<u>1.6.009</u>	Low-Income Credit				
	Statute	§48-7A -3			
	Year Enacted	1991			
	Year Effective	Taxable years	beginning	on or after	January 1, 1992
	Data Source	DOR data as o			
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note				
	Description: This credit pr	rovides a tax cre	dit to low-	income inc	dividuals. The credit is
					of the credit is \$26 per
			inning on o	or after Jan	nuary 1, 2010, the credit
	is nonrefunda	able.			

				State Fiscal 2018	2019	<u>2020</u>	
	State Tax Exp (m) Denotes a value	penditure ue of less than \$1 m	illion	8	9	9	
<u>1.6.010</u>		es paid to ano					
	Statute		§48-7-28				
	Year Enacted		1931				
	Year Effective	9	1931				
	Data Source		DOR data as	of 2016			
	Estimate Relia	•	Class A				
	Data Reliabili	ty	Class A				
	Note						
	_	for such tax.	Гhe maximum	value of this	s credit is e	r state is allowed a equal to the amoun	
		would be due	if the income				
				State Fiscal			
	State Terr Err			$\frac{2018}{288}$	$\frac{2019}{206}$	<u>2020</u> 224	
	(m) Denotes a value	penditure ue of less than \$1 m	illion	288	306	324	
	()						
<u>1.6.012</u>	Georgia Job	Tax Credit					
	Statute		\$48-7-40 and \$48-7-40.1				
	Year Enacted		§48-7-40: 1989; §48-7-40.1: 1993				
	Year Effective	e	§48-7-40: Taxable years beginning on or after January 1,				
			1990; §48-7-40.1: Taxable years beginning on or after				
	<b>D</b>		January 1, 1994 DOR data as of 2016 and Office of Insurance and Safety				
	Data Source				Office of	Insurance and Safe	ety
			Fire Commis	sioner			
	Estimate Relia	•	Class A				
	Data Reliabili	ty	Class A				
	Note					e corporate income	
						ax section, see 2.6	
						areas were expand	
						and industrial par	ks that
			are owned an	-		-	
	<b>Description:</b>	-				-	
						ing and distribution	
					•	rism, or research a	
		-			-	ved the credit if lo	
						. Average wages n	
						the state with the l	
						er health insurance	e to all
		· ·				isiness enterprises	
		•	· •	·		These include areas	
			-		-	han 15 percent poy	verty
				ilitary base a	ind a gover	mment owned and	
		operated indu	ıstrial park.				

	Income Tax Expenditure Corporate Income Tax Exp Insurance Premium Tax Ex State Tax Expenditure (m) Denotes a value of less than \$1 m	xpenditure         8         9         9           115         117         119
<u>1.6.013</u>	Quality Jobs Tax Credit Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note	<ul> <li>§48-7-40.17</li> <li>2009</li> <li>Taxable years beginning on or after January 1, 2009</li> <li>DOR data as of 2016</li> <li>Class A</li> <li>Class A</li> <li>This provision was modified to allow consideration of jobs in disregarded entities for purposes of qualifying for the credit.</li> <li>This statute was modified in 2017 allowing taxpayers to establish subsequent job creation periods for a qualified project. The same estimate is provided in the corporate income tax section see 2.6.002</li> </ul>
	wage jobs i week of reg	is for employers creating new high-wage jobs or relocating high- nto the state. A quality job or high-wage job has 30 hours a gular work; is not already located in Georgia; and pays at or percent of the average wage of the county in which it is located. State Fiscal Years (\$ in Millions) $\frac{2018}{1} \frac{2019}{1} \frac{2020}{1}$ penditure $\frac{75}{77} \frac{76}{77} \frac{78}{79}$
<u>1.6.014</u>	New Facilities Jobs Credi	
	Statute Year Enacted	§48-7-40.24 2003
	Year Effective	Latest modifications are effective for taxable years beginning
		on or after January 1, 2009
	Data Source	DOR data as of 2016
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	The same estimate is provided in the corporate income tax $2 \leq 0.02$
	Description: For busines	section see 2.6.003 section see 2.6.003
	before Janu be purchase must also c can receive enterprises	ary 1, 2009, \$450 million in qualified investment property must ed for the project within a six-year period. The manufacturer reate at a minimum 1,800 new jobs within a six-year period and credit for up to a maximum of 4,500 jobs. For business that first qualify in a taxable year beginning on or after January
	1,800 eligit	e business enterprise must meet the job creation requirement of ble full-time employees and either the qualified investment t of \$450 million in qualified investment property, or the payroll

		requirement of within the six-		n total anr	nual Georg	gia W-2 reported payroll
		within the six-	• •	te Fiscal <b>'</b>	Years (\$ ir	Millions)
			Stu	2018	2019	2020
	State Tax Exp	enditure			e combine	
	-	e of less than \$1 mill	ion	Lotinut	1.6.012	
<u>1.6.016</u>		's Investment				
	Statute		§§48-7-40.2, 48	-7-40.3, a	nd 48-7-4	0.4
	Year Enacted		1994		0	
	Year Effective		•		on or after	January 1, 1994
	Data Source		DOR data as of	2016		
	Estimate Relia	2	Class B			
	Data Reliabili	2	Class A			
	Note		The same estimates section see 2.6.0	-	vided in th	e corporate income tax
	<b>Description:</b>	Taxpayer mus	t invest a minim	um of \$5	0,000 per	project per location
		during the tax	year to receive	credit. El	igible taxp	bayers must be in
		operation for t	the immediately	preceding	g three yea	rs. Leased property for a
		-	years or longer			
				-		Millions)
				2018	2019	<u>2020</u>
	Income Tax E	xpenditure		2	3	3
	Corporate Inco	ome Tax Exper	nditure	25	26	28
	State Tax Exp			28	29	30
1.6.017	Ontional Inve	estment Tax Cre	edit			
1.0.017	Statute		<u>8</u> 848-7-40.7, 48	-7-40 8 a	nd 48-7-4	0.9
	Year Enacted		1995	- <i>1</i> - <del>4</del> 0.0, a	iiu 40-7-4	0.9
	Year Effective			oinning	on or after	January 1, 1996.
	Data Source		DOR data as of			Sandary 1, 1990.
	Estimate Relia		Class A	2010		
	Data Reliabili	5	Class A			
	Note	•		ate is prov	vided in th	e corporate income tax
	Note		section see 2.6.0			e corporate meome tax
	Description		investment tax		ilable for	investments in
	Description.					support facilities that
		-				ceding years. The credit
		-	-			n and placed in service no
						ne investment threshold is
			•			for tier 3 and 4 counties.
						Millions)
			514	<u>2018</u>	<u>2019</u>	2020
	Income Tax E	vnenditure		(m)	(m)	<u>2020</u> (m)
		ome Tax Exper	diture	1	1	1
	State Tax Exp	_	iului C	<u>1</u>	1	<u> </u>
		e of less than \$1 mill	ion	1	1	1
		·				
			ion	1	1	1

<u>1.6.018</u>	Port Activity	Tax Credit				
1.0.010	Statute	Tax Clean	§48-7-40.15			
	Year Enacted		1998			
	Year Effective			ations ann	lv to taxab	le years beginning on or
	Tear Enteetive	e	after January 1,		ly to taxao	te years beginning on or
	Data Source		DOR data as of			
	Estimate Relia	ability	Class A	2010		
	Data Reliabili	•	Class A			
	Note	ity		nate is pro	wided in th	e corporate income tax
			section see 2.6.	007		-
	<b>Description:</b>	-			-	10, businesses or the
		-	s of any such bus			-
		-	g and distribution	-	-	
						ent that have increased
						as 12-month period by
						ort traffic, or by more
		-				or 10 20-foot equivalent
		· · · · · · · · · · · · · · · · · · ·			-	od are qualified for
		-				. For taxable years
			n or after January			
				2-month j	period to th	ne second preceding 12-
		month period		sta Eisaal	Veen (¢ in	Milliana)
			Sta		Years (\$ in	
	Income Terr I	an diture		$\frac{2018}{(m)}$	$\frac{2019}{(m)}$	$\frac{2020}{(m)}$
	Income Tax E		anditura	(m) 8	(m) 8	(m) <u>9</u>
	Corporate Income Tax Expenditure889State Tax Expenditure889					
	(m) Denotes a value of less than \$1 million					
<u>1.6.019</u>	Alternate Por	rt Activity Tax	<u> x Credit</u>			
	Statute		§48-7-40.15A			
	Year Enacted		2009			
	Year Effective	e	2009			
	Data Source		DOR data as of	f 2016		
	Estimate Relia	ability	Class A			
	Data Reliabili	ity	Class A			
	Note	The same estimate is provided in the corporate income tax section see 2.6.008				e corporate income tax
	Description:	Credit is allo			nrise locate	ed in a tier 2 or 3 county
	Description.					
		or in a less developed area and which qualifies and receives the Jobs Tax Credit and which:				
				acility of	greater that	n 650,000 square feet in
			this state prior to	-	-	-
						e same legal entity or its
			as such distributi			<i>6</i>
				-		te in the first year of
		operations.	- 0			J
		1	Sta	ate Fiscal	Years (\$ in	n Millions)
				2018	<u>2019</u>	2020
	State Tex Exr					
	State Tax ExpenditureEstimate combined with(m) Denotes a value of less than \$1 million1.6.018				te combine	ed with
	-		illion	Estima	te combine 1.6.018	a with

<u>1.6.020</u>	<u>Film Tax Credit</u> Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note		<ul> <li>§48-7-40.26</li> <li>2005</li> <li>Taxable years beginning on or after January 1, 2005</li> <li>Fiscal Note for HB 199 LC 34 5124S (2017)</li> <li>Class A</li> <li>Class A</li> <li>The same estimate is provided in the corporate income tax section see 2.6.009. Tax credit provisions applicable to qualified interactive entertainment production companies were modified in 2015.</li> </ul>					
	ex Ce Ec cre mo	penditures ertification conomic De edits award odifications	in a state-certifie must be approved evelopment. Ther ed to interactive s to this statute, the production com	which have at least \$500,000 of qualified ertified production may claim this credit. proved through the Georgia Department of . There are special provisions relating to the tax active entertainment companies. Under the 2017 tute, the 2019 sunset for the qualified interactive in company tax credit has been eliminated. State Fiscal Years (\$ in Millions) 2018 $2019$ $2020$				
Income Tax Expenditu Corporate Income Tax State Tax Expenditure (m) Denotes a value of less that		e Tax Expe liture		250 <u>142</u> 392	275 156 431	303 <u>172</u> 474		
<u>1.6.021</u>	Research Tax Cr Statute Year Enacted Year Effective Data Source Estimate Reliability Note			2016 ate is prov		January 1, 1998 e corporate income tax		
	businesses en processing, t industries. A the same tax		section see 2.6.010 s for expenses resulting from research conducted in Georgia by ngaged in manufacturing, warehousing and distribution, elecommunications, tourism, or research and development tax credit is allowed provided that the business enterprise for able year claims and is allowed a research credit under Section ernal Revenue Code of 1986, as amended. State Fiscal Years (\$ in Millions) $\frac{2018}{4} \frac{2019}{4} \frac{2020}{4}$ enditure $\frac{72}{75} \frac{76}{80} \frac{80}{84}$					
<u>1.6.022</u>	(m) Denotes a value of 1 <u>Seed-Capital Fur</u> Statute Year Enacted Year Effective	less than \$1 mil	\$48-7-40.27 & 4 2008		made on o	or after July 1, 2008		

Data Source	DOR data as of 2016
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax
	section see 2.6.011

**Description:** This provides a tax credit for certain qualified investments made on or after July 1, 2008 in a research fund, the purpose of which is to provide early-stage financing for businesses formed as a result of research conducted in Georgia's research universities.

	State Fiscal Years (\$ in Millions)			
	2018	2019	<u>2020</u>	
Income Tax Expenditure	(m)	(m)	(m)	
Corporate Income Tax Expenditure	<u>(m)</u>	(m)	(m)	
State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	(m)	(m)	

**1.6.023** Qualified Health Insurance Expense Credit

Statute	§48-7-29.13
Year Enacted	2008
Year Effective	Taxable years beginning on or after January 1, 2009
Data Source	DOR data as of 2016
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax
	section see 2.6.012

**Description:** Employers earn a tax credit based on the premiums paid for a high-deductible health plan. Employers must employ 50 or fewer persons for whom the employer provides high-deductible health plans as defined by Section 223 of the Internal Revenue Code and in which such employees are enrolled. The qualified health insurance must be made available to all employees and compensated individuals of the employer pursuant to the applicable provisions of Section 125 of the Internal Revenue Code. The qualified health insurance must equal at least \$250 annually.

	State Fiscal Years (\$ in Millions)			
	<u>2018</u>	2019	2020	
Income Tax Expenditure	(m)	(m)	(m)	
Corporate Income Tax Expenditure	<u>(m)</u>	(m)	(m)	
State Tax Expenditure	(m)	(m)	(m)	
(m) Denotes a value of less than \$1 million				

Qualified Transportation	Credit
Statute	§48-7-29.3
Year Enacted	1999
Year Effective	Taxable years beginning on or after January 1, 2001
Data Source	DOR data as of 2016
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax section see 2.6.014. This credit will expire on December 31, 2018.
	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability

<b>Description:</b>	A tax credit is provided to employers for the cost of providing any federally
	qualified transportation benefit to an employee.
	State Fiscal Years (\$ in Millions)

	State Fiscal	Years (\$1	in Millions
	<u>2018</u>	2019	2020
Income Tax Expenditure	(m)	(m)	0
Corporate Income Tax Expenditure	<u>(m)</u>	(m)	0
State Tax Expenditure	(m)	(m)	0
(m) Denotes a value of less than \$1 million			

1.6.026

Business Enterprise Vehi	cle Credit
Statute	§48-7-40.22
Year Enacted	2001
Year Effective	Taxable years beginning on or after January 1, 2002.
Data Source	DOR data as of 2016
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax
	section see 2.6.015

**Description:** This is a credit given to a business enterprise for the purchase of a motor vehicle that is used exclusively to provide transportation for its employees. In order to qualify, a business enterprise must certify that each vehicle carries an average daily ridership of not less than four employees for an entire taxable year.

	State Fiscal Years (\$ in Millions			
	<u>2018</u>	2019	<u>2020</u>	
Income Tax Expenditure	(m)	(m)	(m)	
Corporate Income Tax Expenditure	<u>(m)</u>	(m)	(m)	
State Tax Expenditure	(m)	(m)	(m)	
(m) Denotes a value of less than \$1 million				

**1.6.027** Employer's credit for providing or sponsoring child care for employees and employer's credit for purchasing child care property

credit for purchasing child	<u>care property</u>
Statute	§48-7-40.6
Year Enacted	1994 & 1999
Year Effective	Credit for cost of operation: taxable years beginning on or after January 1, 1994; Credit for Cost of Qualified Child
	Care Property: taxable years beginning on or after January 1, 2000.
Data Source	DOR data as of 2016
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax section see 2.6.016
<b>Description:</b> Employer ir	ncome tax credit based on expenses related to providing or
	child care for their employees' children
	State Fiscal Years (\$ in Millions)
	<u>2018 2019 2020</u>
Income Tax Expenditure	9 9 9
Corporate Income Tax Exp	penditure <u>16 16 16</u>
State Tax Expenditure (m) Denotes a value of less than \$1 m	nillion 24 25

1.6.028	Low-Income Housing Cr	edit				
	Statute	§48-7-29.6				
	Year Enacted	2000				
	Year Effective	Taxable years	beginning	on or after	r January 1, 200	)1.
	Data Source	DOR data as o				
	Estimate Reliability	Class A				
	Data Reliability	Class A				
	Note		mate is pro	vided in th	ne corporate inc	ome tax
	1.000		-		tax section, see	
		and 5.00700	e mourane.	o promum		2.0.017
	<b>Description:</b> This is a cr		gia income	e taxes for	taxpavers owni	ng
		ents which receive				
	-	e placed in servic			-	in crouit
	und that ar	-		-	n Millions)	
		5	<u>2018</u>	2019	2020	
	Income Tax Expenditure		85	<u>201&gt;</u> 90	<u>95</u>	
	Corporate Income Tax Ex	nenditure	36	38	40	
	Insurance Premium Tax E		128	134	141	
	State Tax Expenditure	xpenditure	249	262	277	
	(m) Denotes a value of less than \$1	million	219	202	277	
1 < 0.00		11.				
<u>1.6.029</u>	Historic Rehabilitation C					
	Statute	§48-7-29.8				
	Year Enacted	2002		C.	T 1 000	
	Year Effective	-			r January 1, 200	
	Data Source		of 2016 and	d Fiscal No	ote for HB 308 (	(2015)
	Estimate Reliability	Class B				
	Data Reliability	Class B				
	Note	The same estimates section see 2.6	-	ovided in th	e corporate inc	ome tax
	<b>Description:</b> A credit is	provided based o	n expenses	s related to	the certified rel	habilitation
	of a certifie	ed structure or his	storic home	e. Standard	s set by the Geo	orgia
	Departmen	t of Natural Reso	urces mus	t be met. T	his credit was n	nodified in
	2015 to all	ow unused credit	s to be assi	gned or so	ld to other taxpa	ayers.
		S	tate Fiscal	Years (\$ i	n Millions)	
			2018	2019	<u>2020</u>	
	Income Tax Expenditure		19	14	15	
	Corporate Income Tax Ex	penditure	3	2	2	
	State Tax Expenditure (m) Denotes a value of less than \$1	million	23	17	18	
<u>1.6.030</u>	Diesel Particulate Emissi		chnology E	<u>Equipment</u>	Credit_	
	Statute	§48-7-40.19				
	Year Enacted	2000				
	Year Effective	•	· ·	on or after	r January 1, 200	)1.
	Data Source	DOR data as o	of 2016			
	Estimate Reliability	Class A				
	Data Reliability	Class A				
	Note		-		e corporate inc	
			5.019. This	credit wil	l expire on Dece	ember 31,
		2018.				

**Description:** This is a credit given to any person who installs diesel particulate emission reduction equipment at any truck stop, depot, or other facility. For purposes of this credit, diesel particulate emission reduction technology equipment is any equipment that provides heat, air conditioning, light, or communications for the driver's compartment of a commercial motor vehicle parked at a truck stop, depot, or other facility, the use of which results in the engine being turned off with a corresponding reduction of particulate emissions from such vehicle's diesel engine. State Fiscal Years (\$ in Millions)

	State Fiscal	rears (\$1	n Millioi
	<u>2018</u>	2019	2020
Income Tax Expenditure	0	0	0
Corporate Income Tax Expenditure	0	0	0
Insurance Premium Tax Expenditure	0	0	0
State Tax Expenditure	0	0	0
(m) Denotes a value of less than \$1 million			

#### **<u>1.6.031</u>** Low/Zero-Emission Vehicle Charger Credit

Statute	§48-7-40.16
Year Enacted	1998
Year Effective	Taxable years beginning on or after January 1, 1998
Data Source	DOR data as of 2016
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax see 2.6.020. This credit has been repealed for all vehicle purchases or leases occurring on or after July 1, 2015. The credit for electric vehicle chargers and conversions remain applicable.

**Description:** This is a credit for the purchase or lease of a new zero or low-emission vehicle that is registered in the state of Georgia. The credit also applies to the conversion of a standard vehicle to a zero or low-emission vehicle. In addition, the credit applies to the purchase of an electric vehicle charger.

·	1		
	State Fiscal	Years (\$ i	n Millions)
	<u>2018</u>	2019	<u>2020</u>
Income Tax Expenditure	(m)	(m)	(m)
Corporate Income Tax Expenditure	<u>(m)</u>	(m)	(m)
State Tax Expenditure	(m)	(m)	(m)
(m) Denotes a value of less than \$1 million			

**<u>1.6.032</u>** Land Conservation Credit

Statute		§48-7-29.12
Year Enacted		2006
Year Effective	e	Taxable years beginning on or after January 1, 2006
Data Source		DOR data as of 2016
Estimate Relia	ability	Class B
Data Reliabili	ty	Class A
Note		The same estimate is provided in the corporate income tax
		section see 2.6.021
<b>Description:</b>	This provide	s for an income tax credit for the qualified donation of real
	property that	qualifies as conservation land pursuant to Chapter 22 of

O.C.G.A. Title 36.This credit was modified in 2015 such that the aggregate

			-		
	year and no			-	ted after December 31, 2021
		St		-	n Millions)
			<u>2018</u>	<u>2019</u>	<u>2020</u>
	Income Tax Expenditure		4	4	4
	Corporate Income Tax Exp	enditure	$\frac{2}{7}$	2	2
	State Tax Expenditure		7	6	6
	(m) Denotes a value of less than \$1 m	nillion			
1.6.034	Georgia Employer GED T	ax Credit (previo	usly know	n as the E	mployer's Credit for
	Basic Skills Education)	<u>'a</u>			<u> </u>
	Statute	§48-7-41			
	Year Enacted	2015			
	Year Effective	2015			
	Data Source	DOR data for 2	2016		
	Estimate Reliability	Class B			
	Data Reliability	Class A			
	Note		nate is pro	vided in th	e corporate income tax
	Title		-		ision replaces the
				-	ision is capped at \$1
		million in aggr		·	
	<b>Description:</b> Allows an e				
					• attainment of employees.
	This credit e	expires December			
		51		-	n Millions)
			<u>2018</u>	<u>2019</u>	<u>2020</u>
	Income Tax Expenditure		(m)	(m)	(m)
	Corporate Income Tax Exp	benditure	<u>(m)</u>	<u>(m)</u>	<u>(m)</u>
	State Tax Expenditure		(m)	(m)	(m)
	(m) Denotes a value of less than \$1 m	nillion			
<u>1.6.035</u>	Employer's Credit for App	proved Employee	Retrainin	g	
	Statute	§48-7-40.5			
	Year Enacted	1994			
	Year Effective	Latest modifica	ations are	effective f	or taxable years beginning
		on or after Jan			
	Data Source	DOR data as of	•		
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note		nate is pro	vided in th	e corporate income tax
	11010	section see 2.6.	-	videa in ti	
	<b>Description:</b> The tax crea			r the cost	of providing retraining
					9, retraining programs
					mass produced software
					ment, presentations,
					gement, or computer
					hall be allowable for those
	providing su	apport or training	on such s	onware.	

		State Fiscal Years (\$ in Millions)
		<u>2018</u> <u>2019</u> <u>2020</u>
	Income Tax Expenditure	
	Corporate Income Tax E	
	State Tax Expenditure	$\frac{1}{52}$ 56 61
	(m) Denotes a value of less than \$	1 million
<u>1.6.036</u>	Qualified Education Exp	pense Credit
100000	Statute	§48-7-29.16
	Year Enacted	2008
	Year Effective	Taxable years beginning on or after January 1, 2008
	Data Source	DOR data as of 2016
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	The same estimate is provided in the corporate income tax
		section see 2.6.025
	<b>Description:</b> This provi	ides a tax credit for donations made by taxpayers to a student
		ip organization which are used for tuition and fees for a qualified
	school or	program. Annual cap increased to \$100 million effective January
	1, 2019.	
		State Fiscal Years (\$ in Millions)
		<u>2018</u> <u>2019</u> <u>2020</u>
	Income Tax Expenditure	
	Corporate Income Tax Ex	
	State Tax Expenditure	52 58 76
	(m) Denotes a value of less than \$	1 million
1.6.037	Qualified Investor Tax C	Credit
	Statute	§48-7-40.30
	Year Enacted	2010
	Year Effective	January 1, 2011; legislation modified in 2013 and 2016
	Year Effective Data Source	January 1, 2011; legislation modified in 2013 and 2016 DOR data as of 2016
	Data Source Estimate Reliability Data Reliability	DOR data as of 2016 Class A Class A
	Data Source Estimate Reliability	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax
	Data Source Estimate Reliability Data Reliability Note	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026
	Data Source Estimate Reliability Data Reliability Note <b>Description:</b> This credi	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 it provides a 35 percent tax credit for amounts invested in certain
	Data Source Estimate Reliability Data Reliability Note <b>Description:</b> This credi Georgia-h	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 it provides a 35 percent tax credit for amounts invested in certain neadquartered small businesses. The credit was modified in 2015
	Data Source Estimate Reliability Data Reliability Note <b>Description:</b> This credi Georgia-h and is now	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 it provides a 35 percent tax credit for amounts invested in certain neadquartered small businesses. The credit was modified in 2015 w available for qualified investments made in years 2011-
	Data Source Estimate Reliability Data Reliability Note <b>Description:</b> This credi Georgia-h and is now 2018.The	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 it provides a 35 percent tax credit for amounts invested in certain neadquartered small businesses. The credit was modified in 2015 w available for qualified investments made in years 2011- aggregate value of credits awarded under this provision cannot
	Data Source Estimate Reliability Data Reliability Note <b>Description:</b> This credi Georgia-h and is now 2018.The	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 it provides a 35 percent tax credit for amounts invested in certain neadquartered small businesses. The credit was modified in 2015 w available for qualified investments made in years 2011- aggregate value of credits awarded under this provision cannot is million per year.
	Data Source Estimate Reliability Data Reliability Note <b>Description:</b> This credi Georgia-h and is now 2018.The	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 It provides a 35 percent tax credit for amounts invested in certain neadquartered small businesses. The credit was modified in 2015 w available for qualified investments made in years 2011- aggregate value of credits awarded under this provision cannot is million per year. State Fiscal Years (\$ in Millions)
	Data Source Estimate Reliability Data Reliability Note <b>Description:</b> This credi Georgia-h and is now 2018.The exceed \$5	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 it provides a 35 percent tax credit for amounts invested in certain neadquartered small businesses. The credit was modified in 2015 w available for qualified investments made in years 2011- aggregate value of credits awarded under this provision cannot is million per year. State Fiscal Years (\$ in Millions) <u>2018</u> <u>2019</u> <u>2020</u>
	Data Source Estimate Reliability Data Reliability Note Description: This credi Georgia-h and is now 2018.The exceed \$5	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 it provides a 35 percent tax credit for amounts invested in certain neadquartered small businesses. The credit was modified in 2015 w available for qualified investments made in years 2011- aggregate value of credits awarded under this provision cannot i million per year. State Fiscal Years (\$ in Millions) $\frac{2018}{(m)}$ $\frac{2019}{1}$ $\frac{2020}{1}$
	Data Source Estimate Reliability Data Reliability Note <b>Description:</b> This credi Georgia-h and is now 2018.The exceed \$5 Income Tax Expenditure Corporate Income Tax Exp	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 it provides a 35 percent tax credit for amounts invested in certain neadquartered small businesses. The credit was modified in 2015 w available for qualified investments made in years 2011- aggregate value of credits awarded under this provision cannot is million per year. State Fiscal Years (\$ in Millions) $\frac{2018}{(m)}$ $\frac{2019}{1}$ $\frac{2020}{1}$ xpenditure $0$ $0$ $0$
	Data Source Estimate Reliability Data Reliability Note Description: This credi Georgia-h and is now 2018.The exceed \$5	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 It provides a 35 percent tax credit for amounts invested in certain neadquartered small businesses. The credit was modified in 2015 w available for qualified investments made in years 2011- aggregate value of credits awarded under this provision cannot is million per year. State Fiscal Years (\$ in Millions) $\frac{2018}{(m)}$ $\frac{2019}{1}$ $\frac{2020}{(m)}$ xpenditure $\frac{0}{(m)}$ $\frac{0}{1}$ $\frac{0}{1}$
	Data Source Estimate Reliability Data Reliability Note <b>Description:</b> This credi Georgia-h and is now 2018.The exceed \$5 Income Tax Expenditure Corporate Income Tax Ex State Tax Expenditure	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 It provides a 35 percent tax credit for amounts invested in certain neadquartered small businesses. The credit was modified in 2015 w available for qualified investments made in years 2011- aggregate value of credits awarded under this provision cannot is million per year. State Fiscal Years (\$ in Millions) $\frac{2018}{(m)}$ $\frac{2019}{1}$ $\frac{2020}{(m)}$ xpenditure $\frac{0}{(m)}$ $\frac{0}{1}$ $\frac{0}{1}$
<u>1.6.038</u>	Data Source Estimate Reliability Data Reliability Note Description: This credi Georgia-h and is now 2018.The exceed \$5 Income Tax Expenditure Corporate Income Tax Ex State Tax Expenditure (m) Denotes a value of less than \$	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 it provides a 35 percent tax credit for amounts invested in certain neadquartered small businesses. The credit was modified in 2015 w available for qualified investments made in years 2011- aggregate value of credits awarded under this provision cannot is million per year. State Fiscal Years (\$ in Millions) $\frac{2018}{(m)}$ $\frac{2019}{1}$ $\frac{2020}{(m)}$ t xpenditure $\frac{0}{(m)}$ $\frac{0}{1}$ $\frac{0}{1}$ t million
<u>1.6.038</u>	Data Source Estimate Reliability Data Reliability Note Description: This credi Georgia-h and is now 2018.The exceed \$5 Income Tax Expenditure Corporate Income Tax Ex State Tax Expenditure (m) Denotes a value of less than \$ <u>Energy-efficient or wate</u> Statute	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 it provides a 35 percent tax credit for amounts invested in certain neadquartered small businesses. The credit was modified in 2015 w available for qualified investments made in years 2011- aggregate value of credits awarded under this provision cannot i million per year. State Fiscal Years (\$ in Millions) $\frac{2018}{(m)}$ $\frac{2019}{1}$ $\frac{2020}{(m)}$ $\frac{1}{1}$ $\frac{1}{1}$ xpenditure $0$ $0$ $0$ (m) $1$ $1$ $1\frac{1}{1} million$
<u>1.6.038</u>	Data Source Estimate Reliability Data Reliability Note Description: This credi Georgia-h and is now 2018.The exceed \$5 Income Tax Expenditure Corporate Income Tax Ex State Tax Expenditure (m) Denotes a value of less than \$ Energy-efficient or wate	DOR data as of 2016 Class A Class A The same estimate is provided in the corporate income tax section see 2.6.026 it provides a 35 percent tax credit for amounts invested in certain neadquartered small businesses. The credit was modified in 2015 w available for qualified investments made in years 2011- aggregate value of credits awarded under this provision cannot is million per year. State Fiscal Years (\$ in Millions) $\frac{2018}{(m)}$ $\frac{2019}{1}$ $\frac{2020}{(m)}$ t xpenditure $\frac{0}{(m)}$ $\frac{0}{1}$ $\frac{0}{1}$ t million

	Data Source Estimate Reliability		funds for this the state DOR data as o Class A Class A		e made av	ailable and receiv	ved by
	Data Reliabili Note	ty		-	vided in th	e corporate inco	me tax
	Description:	water conserve percent of the The credit is	it applies to tax vation equipme e cost of the qu only available le to the state f	apayers who ent. The val alified equi for those ta	ue of the opment or S x years in	energy-efficient credit is equal to 62,500, whicheve which federal fu n federal funding	25 er is less. nds are
			S	tate Fiscal ` 2018	Years (\$ ii 2019	n Millions) 2020	
	Income Tax E			0	0	0	
	Corporate Inco State Tax Exp (m) Denotes a value	enditure		<u>0</u> 0	0 0	<u>0</u> 0	
<u>1.6.041</u>	Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili Note	ability ty This credit ap within a taxa enditure	§48-7-40.21 2001 Latest modific or after Januar DOR data as of Class A Class A The same esti- section see 2.6 oplies to busine ble year.	cations are a ry 1, 2008 of 2016 mate is prov 5.030 esses that cro tate Fiscal $\frac{2018}{Estimat}$	opplicable vided in th	2020	nning on me tax
<u>1.6.042</u>	Tax credit for Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili Note	ability	lternative fuel §48-7-29.18 2014 Taxable years Fiscal Note for Class B Class B The same esting section see 2.6	beginning r HB 404 (2 mate is prov	on or after 2012)	-	me tax
	Description:	vehicle not to medium-duty million in eac	x credit for the o exceed \$20,00 v vehicle. The a ch fiscal year b	purchase of 00 or \$12,00 ggregate va eginning wi	00 in the c llue of the ith fiscal y	ative fuel heavy- ase of an alternat credit is limited ear 2016 and end ases made on or	tive fuel to \$2.5 ding with

	1, 2015	and before July	30, 2017.			
			State Fiscal	Years (\$ i	n Millions)	
			<u>2018</u>	2019	2020	
	Income Tax Expenditu	re	0	0	0	
	Corporate Income Tax		<u>(m)</u>	(m)	0	
	State Tax Expenditure	Experiantale	(m)	(m)	0	
	(m) Denotes a value of less that	s1 million	(111)	(111)	0	
	(iii) Denotes a value of less that	i și minon				
1.6.043	Bank Tax Credit					
1.0.045	Statute	§48-7-29.7	,			
	Year Enacted	2000				
	Year Effective	2001	6.001.6			
	Data Source	DOR data	as of 2016			
	Estimate Reliability	Class A				
	Data Reliability	Class A				
	Note	The same e	estimate is pro	ovided in the	ne corporate inco	ome tax
		section 2.6	.032			
	<b>Description:</b> Deposit	ory financial inst	itutions are al	lowed a cr	edit against their	r state
		tax liability equa				
		id to local govern				
	the state	Ũ		ij spoorar .	and otterpution	un puia io
	the state	•	State Fiscal	Vears (\$ i	n Millions)	
			<u>2018</u>	2019	<u>2020</u>	
	Income Tex Expendity	***	$\frac{2018}{2}$	$\frac{2019}{2}$	2020	
	Income Tax Expenditu					
	Corporate Income Tax	Expenditure	<u>31</u>	29	30	
	(m) Denotes a value of less than	¢1:11:	33	31	32	
	(m) Denotes a value of less than	1 \$1 million				
1 6 0 4 4	Energlassen ton and it fo	a hising an alified				
<u>1.6.044</u>	Employer tax credit for		-			
	Statute	§48-7-40.3	1			
	Year Enacted	2016				
	Year Effective	2016				
	Data Source		e for HB 828	(2016)		
	Estimate Reliability	Class B				
	Data Reliability	Class A				
	Note	The same e	estimate is pro	ovided in the	ne corporate inco	ome tax
		section, see	e 2.6.033			
	<b>Description:</b> For the			nuary 1, 2	017, and before	January 1.
		n employer that e				
		weeks during a 1		-		5
		the amount of \$2	·		•	
	create in		State Fiscal			•
				-		
	Income Ter Frankly	***	$\frac{2018}{m}$	$\frac{2019}{(m)}$	$\frac{2020}{(m)}$	
	Income Tax Expenditu		(m)	(m)	(m)	
	Corporate Income Tax	Expenditure	1	3	3	
	State Tax Expenditure	ф1 '11'	0	3	3	
	(m) Denotes a value of less than	1 \$1 million				
1 6 045	Income Tox Credit for	Contributions to	Durol Usale	Coro Ore	nizationa	
<u>1.6.045</u>	Income Tax Credit for			Care Orga	anizations	
	Statute Veen Enceted	§48-7-29.2	0			
	Year Enacted	2016				
	Year Effective	2017				

#### 1, 2015 and before July 30, 2017.

	Data Source Estimate Reliability Data Reliability Note	taxpayer limit state cap, and	and 2018 to increase rate, modify the aggregate . The same estimate is ax section, see 2.6.034				
	maximum joint return credit equa liability. A	lual taxpayer shall of \$5,000 for an i ns. A corporation al to a maximum of ggregate amount sion expires Decen	al taxpayer shall be allowed an income tax credit equal to a f \$5,000 for an individual filing a single return or \$10,000 for . A corporation or other entity shall be allowed an income tax to a maximum of 75 percent of the corporation's income tax gregate amount of credits cannot exceed \$60 million in any year on expires December 31, 2021. State Fiscal Years (\$ in Millions)				
	Income Tey Expenditure		$\frac{2018}{5}$	<u>2019</u> 44	$\frac{2020}{44}$		
	Income Tax Expenditure Corporate Income Tax Ex	nondituro		44 10	<u>10</u>		
	State Tax Expenditure	rpenditure	$\frac{1}{7}$	54	54		
	(m) Denotes a value of less than \$1	million	,	54	54		
<u>1.6.046</u>	Revitalization Zone Tax Statute Year Enacted Year Effective	§48-7-40.32 2017 Taxable years			- January 1, 2018.		
	Data Source	Fiscal Note fo	r LC 34 49	96 (2017)			
	Estimate Reliability		Class C				
	Data Reliability	Class C					
	Note			vided in th	e corporate income tax		
	section see 2.6.035Description:An income tax credit to promote the revitalization of vacant rural 0 downtowns. The statute includes three credits. The first allows cert entities to claim an annual tax credit for five consecutive years of \$ per qualified employee but not to exceed \$40,000 per taxable year taxpayer. The second provides for a credit equal to 25 percent of the purchase price of qualified property up to an amount equal to \$125 project. The third provides for a tax credit of 30 percent of qualifie rehabilitation expenses but not to exceed \$150,000 per project. State Tax ExpenditureState Tax Expenditure012(m) Denotes a value of less than \$1 million12						
1.6.047	Georgia Musical Investn	ent Tax Credit					
	Statute	§48-7-40.33					
	Year Enacted	2017					
	Year Effective				January 1, 2018.		
	Data Source	Fiscal Note fo	r HB 155 I	LC 43 0540	5S (2017)		
	Estimate Reliability	Class C					
	Data Reliability	Class B					
	Note		-	vided in th	e corporate income tax		
		section see 2.6	0.030				

	State Tax Exp	expenditures performance interactive e may be allow		theatrical j to or synch oduction. A	performan aronized w an addition s in tier 1	ce or a record ith a movie, t al credit equa or tier 2 coun	led musical elevision, or Il to 5 percent
	(m) Denotes a valu	e of less than \$1 m	nillion				
<u>1.6.048</u>	Statute Year Enacted Year Effective Data Source Estimate Reli Data Reliabili Note	e ability ity An income t	on Fund Tax Cr §48-7-29.21 2017 Taxable years Fiscal Note for Class C Class B The same esti section see 2.0 ax credit equal	beginning or HB 237 L mate is prov 5.037 to contribut	C 7049S vided in th	(2017) e corporate in jualified Publ	ncome ic Education
		type from \$1 75 percent o	-	). Corporate ncome tax 1	e filers are iability. T eed \$5 mil	allowed a cre he aggregate a lion. This cre	edit equal to amount of
	Income Tax E	Expenditure		0	4	4	
	Corporate Inc State Tax Exp (m) Denotes a value	come Tax Exponentiture		<u>0</u> 0	<u>1</u> 5	$\frac{1}{5}$	
1.6.049	Agribusiness	Tay Credit					
1.0.047	Statute	Tax Cleun	§33-1-25				
	Year Enacted		2017				
	Year Effective		Taxable years beginning on or after January 1, 2018.				
	Data Source		Fiscal Note for HB 314 LC 37 2389ERS (2017)				
	Estimate Reli	ability	Class B			. ,	
	Data Reliabili	ity	Class B				
	Note		The same esti		vided in th	e corporate in	ncome
	Decomintions	An income t	tax section sec		Ead low in		uniter munol
	<b>Description:</b> An income tax credit to establish qualified low-income community rura investment funds and tax credits. The credit amount is 15 percent of the eligible investment per year beginning in the third year after the investm is made and continuing through the sixth year, for a total credit equal to percent of the eligible investment. The credit is nonrefundable and may be sold, but may be carried forward indefinitely. The amount of credits available is subject to a cumulative cap of \$100 million. State Fiscal Years (\$ in Millions) $\underline{2018}  \underline{2019}  \underline{2020}$					ent of the le investment t equal to 60 and may not	
	State Tax Exp (m) Denotes a valu		iillion	0	0	2	

<u>1.6.050</u>	owned o railroad \$3,500 p transport furnishin	nance Tax Credit §48-7-40.34 2018 2019 Fiscal Note for HB 735 LC 0771ER (2018) Class A Class B The same estimate is provided in the corporate income Tax section see 2.6.039 tax credit for maintenance expenditures related to railroad track or leased by Class III railroads. The credit equals 50 percent of track maintenance expenditures, subject to a maximum credit of per track mile per year. In addition to Class III railroads, persons ting property using a Class III railroad's facilities or persons ng railroad-related property or services to a Class III railroad are for the credit with respect to maintenance of their assigned track			
	miles. Th	his credit expires December 30, 2023.			
		State Fiscal Years (\$ in Millions)			
		$\frac{2018}{2019}$ $\frac{2019}{2020}$			
	State Tax Expenditure (m) Denotes a value of less than	0 0 2			
1.6.051	Reforestation credit for	r losses incurred on commercial timberland due to hurricane damage			
10001	Statute	§48-7-40.36			
	Year Enacted	2018			
	Year Effective	2018			
	Data Source	Fiscal Note for LC 43 1038-EC (2019)			
	Estimate Reliability	Class A			
	•	Class A			
	Data Reliability				
	Note	The same estimate is provided in the corporate income tax see section 2.6.040			
	Decorintion. Provides				
	<b>Description:</b> Provides for a credit for casualty losses incurred on commercial timberland due to damage attributed to Hurricane Michael in the fall of 2018, subject to replanting requirements as described below. The amount of the credit is equal to 100 percent of the casualty loss deduction reported on the taxpayer's federal return, provided that the credit amount does not exceed \$400 per acre. Taxpayers must seek preapproval for the credit on or before December 31, 2019. Taxpayers are eligible to claim the credit in the taxable year in which the taxpayer replants 90 percent of the timber lost in the hurricane. All tax credits must be claimed by December 31, 2024. Credits can be sold once prior to January 1, 2024. Credits claimed are nonrefundable, but can be carried forward for up to 10 years. The total amount of credits preapproved may not exceed \$200 million. State Fiscal Years (\$ in Millions) $2018  2019  2020$				
	State Tax Expenditure (m) Denotes a value of less than	0 0 80 \$1 million			

# Georgia individual income tax credit expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
1.6.015	§48-7-40.25	New Manufacturing Facilities Property Credit

### 2. Corporate Income Tax

The corporate income tax was first levied in Georgia in 1929. While originally levied at a rate equal to one-third of the federal corporate tax rate, the rate was changed to 4 percent in 1931. The tax has gone through several rate changes since its introduction, including in 1949 when it was temporarily increased to 7.5 percent. The rate was 6 percent from 1969 through 2018, but was reduced to 5.75 percent effective for tax years beginning on or after January 1, 2019. The Georgia corporate income tax is a flat rate tax, with a single rate applying to all Georgia taxable income of the corporation.

The starting point for the construction of the tax base is federal taxable income of a corporation. Several adjustments are made in order to determine Georgia business income. For example, although corporations are allowed certain special depreciation deductions at the federal level, some of these deductions are not allowed at the state level. Firms taking these deductions on their federal return must add these deductions back to their tax base when determining their state taxable income. In addition, firms operating in multiple states must apportion their corporate income to each of the states in which they have a legal obligation to pay the tax. Since 2008, firms with multistate income determine the portion of their total income associated with Georgia by computing their total Georgia receipts relative to their total receipts. Prior to 2008, Georgia firms were required to use a three-factor apportionment formula.

It is important to keep in mind that tax expenditure estimates may differ from revenue estimates presented in fiscal notes. Estimates included in fiscal notes incorporate behavioral effects that are not considered when estimating tax expenditure provisions. The purpose of a tax expenditure estimate is to convey the cost that would be necessary if the item were offered as a direct budgetary expenditure instead of a reduction in the tax liability. A second caveat concerns the estimates associated with the state corporate credit provisions. Forecasting the value of the revenue loss stemming from the use of these credits. Because of past credit carry forwards, firms may claim credits on current or future year tax returns that were created in prior years. In some cases, the credit may have expired such that taxpayers are no long able to create new credits, but the revenue loss to the state continues for several years until all carryforward liabilities have been exhausted. Therefore, the estimates provided in this report should be interpreted as the expected revenue loss stemming from the use of currently created or previously created credits and not an estimate of the value of credits created in a given year.

The tax is administered by the Georgia DOR. Corporate tax collections for FY 2017 were \$903 million or 4.2 percent of total state tax revenues. Approximately 265 thousand corporate returns were filed in CY 2016. All revenue collected from this tax is deposited into the State General Fund.

## 2.1 Federal Corporate Exclusions

<u>2.1.001</u>	<ul> <li><u>Permanent exemption from imputed interest rules</u></li> <li>Federal Statute IRC Sections 163(e), 483, 1274, and 1274(A)</li> <li><b>Description:</b> Debt instruments for amounts not exceeding an inflation adjusted maximum, given in exchange for real property, may not have imputed to them an interest rate greater than 9 percent.</li> </ul>					
	S	tate Fisca	al Years (\$	in Millions)		
		2018	2019	<u>2020</u>		
	State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	(m)	(m)		
<u>2.1.003</u>	<ul> <li><u>Exclusion of contributions in aid of construction for water and sewer utilities</u></li> <li>Federal Statute IRC Section 118(c), (d)</li> <li><b>Description:</b> Qualifying contributions in aid of construction received by regulated and sewage disposal utilities are not included in the utility's gross incounder certain conditions.</li> </ul>					
	S			5 in Millions)		
		<u>2018</u>	<u>2019</u>	<u>2020</u>		
	State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	(m)	(m)		
<u>2.1.004</u>	<ul> <li><u>Exclusion of earnings of certain environmental settlement funds</u></li> <li>Federal Statute IRC Section 468B</li> <li><b>Description:</b> Under certain conditions environmental settlement funds are exempt from tax.</li> </ul>					
	S	tate Fisca	al Years (\$	in Millions)		
		2018	2019	2020		
	State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	(m)	(m)		
<u>2.1.005</u>	Exclusion of certain agricultural cost-sharing payments Federal Statute IRC Section 126 Description: Grants made for the purpose of conserving soil and water resources					
	protecting the environment are			, Ç		
	S		-	in Millions)		
	a	<u>2018</u>	<u>2019</u>	<u>2020</u>		
	State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	(m)	(m)		
<u>2.1.006</u>	<ul> <li><u>Exclusion of gain or loss on sale or exchange for brownfield property</u></li> <li>Federal Statute IRC Section 512 and 514</li> <li><b>Description:</b> Qualifying brownfield property that is acquired from an unrelated party, subject to remediation, and sold to another unrelated party is exempt fror unrelated business income tax.</li> <li>State Fiscal Years (\$ in Millions)</li> </ul>					
		<u>2018</u>	<u>2019</u>	<u>2020</u>		
	State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	(m)	(m)		

<u>2.1.008</u>	Exclusion of disaster mitigation payments							
	Federal Statute IRC Section 139		1 .1 .					
	<b>Description:</b> Payments made for disaster mitigation under the Robert T. Stafford							
	Disaster Relief and Emergency Insurance Act or the National Flood Insurance Act is excluded from income.							
	State Fiscal Years (\$ in Millions)							
				<u>2020</u>				
	State Tax Expenditure	<u>2018</u> (m)	<u>2019</u> (m)	<u>2020</u> (m)				
	(m) Denotes a value of less than \$1 million	(111)	(111)	(III)				
<u>2.1.009</u>	Exclusion of interest on public purpose state a	and local	l governm	ent bonds				
	Federal Statute IRC Sections 103, 141 and 14	46						
	<b>Description:</b> Interest income of qualifying go income.	overnme	ental bonds	s is excluded from taxable				
	Sta	ate Fisca	al Years (\$	in Millions)				
		2018	2019	<u>2020</u>				
	State Tax Expenditure	(m)	(m)	(m)				
	(m) Denotes a value of less than \$1 million							
2.1.010	Various foreign provisions including inventor	v nrone	rtv sales so	ource rule excention				
2.1.010	Various foreign provisions including inventory property sales source rule exception, interest expense allocation, deferral of active income of controlled foreign corporations,							
	deferral of active financing income							
	Federal Statute IRC Sections 861-863, 865, 953-954, 864							
	<b>Description:</b> These provisions provide certain exceptions to the general treatment of							
	foreign sourced income.							
	Sta	ate Fisca	al Years (\$	in Millions)				
		<u>2018</u>	<u>2019</u>	<u>2020</u>				
	State Tax Expenditure	252	212	220				
	(m) Denotes a value of less than \$1 million							
2.1.011	Exclusion of employee meals and lodging							
2.1.011	Federal Statute IRC section 119 and 132(e)(2	2)						
	<b>Description:</b> Only 50 percent of expenses for		provided o	on or near business				
	premises for the convenience of		•					
	allowed as a deduction.		F)					
		ate Fisca	al Years (\$	in Millions)				
		<u>2018</u>	<u>2019</u>	<u>2020</u>				
	State Tax Expenditure	-2	-3	-3				
	(m) Denotes a value of less than \$1 million							

## **2.2 Federal Corporate Deductions**

<u>2.2.001</u>	<ul> <li><u>Accelerated depreciation (MACRS)</u></li> <li>Federal Statute IRC Sections 167 and 168</li> <li><b>Description:</b> Under the Modified Accelerated Cost Recovery System (MACRS), the cost of tangible depreciation property of certain energy property is allowed a shorter depreciation period. Taxpayers are allowed to depreciate the</li> </ul>							
	costs of new rental housing ar	costs of new rental housing and certain other buildings and equipment on						
	an accelerated schedule.	tate Fisc	al Vears (\$	in Millions)				
	L.	<u>2018</u>	<u>2019</u>	<u>2020</u>				
	State Tax Expenditure (m) Denotes a value of less than \$1 million	3	3	2				
<u>2.2.002</u>	Deduction of expenditures on energy-efficie Federal Statute IRC Section 179D	ent comm	ercial build	ling property				
	<b>Description:</b> This provision provides a form	nula-base	ed tax dedu	ction for all or part of the				
	cost of energy-efficient comm			perty placed in service after				
	December 31, 2005 and before		-	in Millions)				
		<u>2018</u>	<u>2019</u>	<u>2020</u>				
	State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	(m)	0				
<u>2.2.003</u>	Expensing of exploration and development costs: nonfuel minerals Federal Statute IRC Sections 263, 291, 616-617, 56, 1254 <b>Description:</b> Firms engaged in mining are permitted to expense certain exploration and							
	development costs.	tate Fisc	al Vears (\$	in Millions)				
	۵	<u>2018</u>	2019	<u>2020</u>				
	State Tax Expenditure (m) Denotes a value of less than \$1 million	(m)	(m)	(m)				
<u>2.2.004</u>	Amortization of business start-up costs Federal Statute IRC Section 195							
	<b>Description:</b> This provision allows a busine qualified start-up expenditures		yer to dedu	uct up to \$5,000 in				
	S			in Millions)				
	State Tax Expenditure (m) Denotes a value of less than \$1 million	<u>2018</u> (m)	<u>2019</u> (m)	<u>2020</u> (m)				
	(iii) Denotes a value of less than \$1 minor							
<u>2.2.005</u>	Expensing of research and experimental exp	enses_						
	Federal Statute IRC Section 174 and 59e <b>Description:</b> This provision allows a busine	ess tavna	ver to dedu	ict certain research				
	expenditures that are paid or i trade or business.		-					
		state Fisc	al Years (\$	in Millions)				
		<u>2018</u>	<u>2019</u>	<u>2020</u>				
	State Tax Expenditure (m) Denotes a value of less than \$1 million	3	2	2				

<u>2.2.006</u>	Expensing of magazine circulation expendituresFederal StatuteIRC Section 173 <b>Description:</b> In general, current federal tax law allows publishers of newspapers, magazines, and other periodicals to deduct their expenditures to maintain, establish, or increase circulation in the year in which they are made. State Fiscal Years (\$ in Millions) $\frac{2018}{2019}$ 20182019 2020
	State Tax Expenditure(m)(m)(m) Denotes a value of less than \$1 million(m)(m)
<u>2.2.007</u>	<ul> <li><u>Deductions of oil and gas exploration and development costs</u></li> <li>Federal Statute IRC Sections 611, 612, 613, 613A and 291; 263(c), 616-617, 57(a)(2), 59(e) and 1254</li> <li><b>Description:</b> Firms that extract oil, gas or, other minerals are permitted a deduction to recover their capital investment in a mineral reserve, which depreciates due to the physical and economic depletion or exhaustion as the mineral is recovered. Firms engaged in the exploration and development of oil, gas or geothermal properties have the option of expensing certain intangible drilling and development costs.</li> </ul>
	State Fiscal Years (\$ in Millions)
	$\frac{2018}{2019}$ $\frac{2019}{2020}$
	State Tax Expenditure000(m) Denotes a value of less than \$1 million000
<u>2.2.008</u>	Special treatment of expenses related to timber productionFederal StatuteIRC Sections 194, 263A(c)(5)Description:This provision allows expensing of production costs of growing timber. Taxpayers are also allowed different depreciation practices for qualified reforestation expenses.State Fiscal Years (\$ in Millions) 2018
	State Tax Expenditure $\begin{array}{ccc} 2018 & 2019 & 2020 \\ 3 & 3 & 3 \end{array}$
	State Tax Expenditure333(m) Denotes a value of less than \$1 million33
<u>2.2.009</u>	<ul> <li><u>Deduction of charitable contributions (includes deductions for health, education, and for purposes other than health and education)</u></li> <li>Federal Statute IRC Sections 170 and 642(c)</li> <li><b>Description:</b> Subject to certain limitations, charitable contributions may be deducted by taxpayers.</li> </ul>
	State Tax Expenditure (m) Denotes a value of less than \$1 millionState Fiscal Years (\$ in Millions) 2018 202019 2020 21
<u>2.2.011</u>	Expensing under IRC section 179 of depreciable business propertyFederal StatuteIRC Section 179Description:Within certain limits, a taxpayer may elect to deduct, as a current expense, the cost of qualifying property in the tax year when it is placed in service. State Fiscal Years (\$ in Millions) $2018  2019  2020$
	State Tax Expenditure (m) Denotes a value of less than \$1 million2010 242013 212020 16

<u>2.2.012</u>	<ul> <li><u>Amortization of air pollution control facilities</u></li> <li>Federal Statute IRC Section 169(d)(5)</li> <li><b>Description:</b> This provision allows plants placed in service after January 1, 1976 the option of amortizing investments in pollution control equipment for coal-fired electric generation plants.</li> <li>State Fiscal Years (\$ in Millions)</li> </ul>						
	State Tax Expenditure $2018$ $2019$ $2020$ (m) Denotes a value of less than \$1 million211						
<u>2.2.014</u>	Various agricultural expensing provisionsFederal Statute IRC Section 162, 175, 180, 446, 448, 461, 464Description: Taxpayers in the business of farming may choose to expense costs associated with soil and water conservation, soil conditioning and the costs associated with raising dairy and breeding cattle. State Fiscal Years (\$ in Millions) $\frac{2018}{(m)}$ $\frac{2019}{(m)}$ $\frac{2019}{(m)}$ $\frac{2019}{(m)}$						
<u>2.2.015</u>	Community and regional development incentives Federal Statute IRC Sections 38(b), 39(d), 45A, 280C(a), 1391-1397D and 1400F,H,I and J						
	Under 5         Description: Communities designated as empowerment zones and renewable communities are eligible for special development incentives. State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       (m)       (m)       (m)         (m) Denotes a value of less than \$1 million       51       51       51						
<u>2.2.016</u>	Expensing to remove architectural and transportation barriers to the handicapped and elderly         Federal Statute       IRC Section 190         Description:       This provision allows taxpayers to deduct up to \$15,000 of expenses incurred in a single year for removing physical barriers to handicap or elderly individuals in qualified facilities or public transportation vehicles owned or leased by the taxpayer.         State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       (m)       (m)       0						
<u>2.2.017</u>	State Tax Expenditure       (iii)       (iii)       0         (m) Denotes a value of less than \$1 million       Inventory methods and valuation         Federal Statute       IRC Section 475, 491-492         Description:       This provision allows taxpayers to use alternative inventory systems to determine the cost of goods sold.         State Tax Expenditure $\frac{2018}{3}$ $\frac{2019}{3}$ $\frac{2020}{3}$						
	(m) Denotes a value of less than \$1 million						

<u>2.2.018</u>	Limits on deductible compensation and disallowance of deduction for excess parachute							
	payments Federal Statute IRC Sections 280G, 4999, and 162(m)							
		Excess parachute payments			luctions against the			
	Description.	corporate income tax. In th						
		executive compensation of						
		corporate income tax.	\$1 mmon (	JI 1688 18 U	eductible against the			
		corporate medine tax.	State Fisc	al Vears (\$	in Millions)			
			<u>2018</u>	<u>2019</u>	<u>2020</u>			
	State Tax Exp	enditure	<u>-5</u>	-5	<u>-6</u>			
		e of less than \$1 million	5	5	0			
<u>2.2.019</u>	Deduction for	r foreign-derived intangible	income					
		e P.L. 115-97, Sec. 250(a)						
	<b>Description:</b>	A domestic corporation is a	allowed a de	eduction eq	ual to 37.5% of foreign-			
		derived intangible income.						
					5 in Millions)			
			<u>2018</u>	<u>2019</u>	<u>2020</u>			
	State Tax Exp		8	15	20			
	(m) Denotes a valu	e of less than \$1 million						
2.2.020	Limitation or	deduction of FDIC premiur	m					
2.2.020		e Pub. L. No. 115-97	<u>11</u>					
		The deduction for the appli	cable nerce	ntage of ar	y Federal Deposit			
	Description.	Insurance Corporation ("FI						
		is disallowed. For taxpayers with total consolidated assets of \$50 billion or						
		more, the applicable percentage is 100 percent. Otherwise, the applicable						
		percentage is the ratio of the excess of total consolidated assets (as of the						
		close of the taxable year) over \$10 billion to \$40 billion. The provision does						
		not apply to taxpayers with						
		taxable year) that do not ex						
		<b>-</b> .	State Fisca	al Years (\$	in Millions)			
			2018	2019	<u>2020</u>			
	State Tax Exp		-2	-4	-5			
	(m) Denotes a value	e of less than \$1 million						
2 2 0 2 1	T :	NOL 1. heating						
<u>2.2.021</u>		<u>NOL deduction</u>						
		e Pub. L. No. 115-63	ating lagge	is limited	to 90 percent of tayable			
	Description:	The deduction for net operation	ating losses	is minteu	to so percent of taxable			
		income.	State Figure	al Vaara (\$	in Millions)			
			<u>2018</u>	<u>2019</u>	<u>2020</u>			
	State Tax Exp	enditure	<u>-5</u>	-3	-3			
		e of less than \$1 million	-5	-5	5			

## 2.3 Special Federal Corporate Conformity Provisions

<u>2.3.001</u>	Deferral of gain on like-kind exchanges         Federal Statute       IRC Section 1031         Description:       When business or investment property is exchanged for property of a kind no gain or loss is recognized on the exchange and therefore no t paid at the time of the exchange.         State Fiscal Years (\$ in Millions)         2018       2019       2020	
	State Tax Expenditure1156(m) Denotes a value of less than \$1 million	
<u>2.3.002</u>	Special rules for magazine, paperback book, and record returns         Federal Statute       IRC Section 458         Description:       Publishers and distributors of magazines, paperbacks, and records magazines income for a tax year, the income from the of goods that are returned after the close of the tax year.         State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       (m)       (m)       (m)	
	(m) Denotes a value of less than \$1 million	
<u>2.3.003</u>	Two-year carryback for net operating losses attributable to farming         Federal Statute IRC Section 172         Description: Current law provides a two-year carryback period for losses related to farming. The normal carryback period for losses is two years. State Fiscal Years (\$ in Millions)         2018 2019 2020         State Tax Expenditure (m) (m) (m) (m)	D
<u>2.3.004</u>	Special rules for mining reclamation reserves         Federal Statute       IRC Section 468 and 1274         Description:       Electing taxpayers may deduct the current value equivalent of certain estimated future reclamation and closing costs for mining and solid v disposal sites.         State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       (m)       (m)       (m)	
<u>2.3.005</u>	(m) Denotes a value of less than \$1 million          Cash accounting for certain businesses         Federal Statute       IRC Sections 446 and 448         Description:       The cash method of accounting may be used by any business taxpayer is not a tax shelter and falls into at least one of three specified categor. These are farming businesses, qualified personal service corporation entities that meet a gross receipts test.         State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       3       4       3	ries.

<u>2.3.006</u>	Deferral of gain on non-dealer installment sales         Federal Statute       IRC Sections 453 and 453A(b)         Description:       Some taxpayers are allowed to report some sales using the installment method of accounting in which the gross profit from the sale is prorated over the years during which the payments are received.         State Fiscal Years (\$ in Millions)         2018       2019       2020
	State Tax Expenditure1199(m) Denotes a value of less than \$1 million1199
<u>2.3.007</u>	<u>Completed contract rules</u> Federal Statute IRC Section 460 <b>Description:</b> Some taxpayers with construction or manufacturing contracts extending for more than one tax year are allowed to report some or all of the profit on the contracts under special accounting rules rather than the normal rules of tax accounting. State Fiscal Years (\$ in Millions) 2018 2019 2020
	State Tax Expenditure $\frac{2018}{3}$ $\frac{2019}{3}$ $\frac{2020}{3}$
	(m) Denotes a value of less than \$1 million
<u>2.3.008</u>	Special treatment of employee stock ownership plans (ESOPs) (includes deferral of tax on certain employee stock plans) Federal Statute IRC Sections 401(a)(28), 404(a)(9), 404(k), 415(c)(6), 512(e), 1042, 497(e)(7), 4975(d)(3), 4978, 4979A
	Description:ESOPs are provided special tax treatment. Employer contributions may be deducted as a business expense. In addition, some contributions are subject to less restrictive limits than contributions to other employee benefit plans. Tax on qualified employee stock purchase plans are not taxed when granted or excised. Tax is deferred until stock is sold. State Fiscal Years (\$ in Millions) $2018  2019  2020$
	State Tax Expenditure(m)(m)(m) Denotes a value of less than \$1 million(m)(m)
<u>2.3.009</u>	Deferral of capital construction costs of shipping companiesFederal StatuteIRC Section 7518Description:U.S. operators of vessels in foreign, or domestic commerce of the U.S., or in U.S. fisheries, may establish a capital construction fund into which they may make certain tax deductible deposits. In addition, the earnings on the deposits are tax deferred.State Fiscal Years (\$ in Millions) 2018201820192020
	State Tax Expenditure(m)(m)(2019)2020(m) Denotes a value of less than \$1 million(m)(m)(m)
<u>2.3.010</u>	Qualified opportunity zonesFederal StatutePL 115-97; IRS 1400Z-1Description:A qualified opportunity fund is an investment vehicle organized as a corporation or a partnership for the purpose of investing in qualified

opportunity zone property that holds at least 90 percent of its assets in qualified opportunity zone property. Qualified opportunity zone property includes any qualified opportunity zone stock, any qualified opportunity zone partnership interest, and any qualified opportunity zone business property. Certain low-income community population census tracts may be designated as qualified opportunity zones by the chief executive officer of the State (which includes the District of Columbia).

State Tax Expenditure $\frac{2018}{3}$  $\frac{2019}{5}$  $\frac{2020}{5}$ (m) Denotes a value of less than \$1 million355

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### **2.4 Corporate Apportionment**

Discussed below are three issues relating to corporate apportionment that can be considered tax expenditures because they are deviations from the traditional formula of corporate apportionment and result in a benefit to some taxpayers. No estimate of the value of these expenditures is available at this time.

### 2.4.001 Single-Factor Apportionment

Corporate income earned in Georgia is apportioned using a single-factor apportionment formula. With single-factor apportionment, firms determine state tax liability based solely on the ratio of Georgia receipts to total receipts. The traditional apportionment formula involves the use of three Georgia-total ratios: property, payroll, and receipts. With the three-factor formula, the firm applies a weight of 33.33 percent to each ratio. The single-factor formula benefits firms that have manufacturing presence in one state but significant sales outside of the state. Firms that are located and operate in a single state are not affected by the apportionment formula.

### 2.4.002 Throwback Rule

Under a throwback rule, out-of-state sales from a corporation are taxed by the state of origin if the corporation has no nexus in the destination state. At least 25 states have a throwback rule. Georgia, North Carolina, Florida, Tennessee, South Carolina, and Virginia do not, but Alabama does. An alternative rule is the "throw-out rule," which eliminates sales to non-nexus states from both the numerator and denominator of the apportionment formula of a corporation. Georgia does not have a throw-out rule.

### 2.4.003 Corporate Receipts Sourcing

Georgia is among 16 states that apportions multistate corporate income based only on gross receipts, (i.e. a 100-percent sales factor). This creates a destination-based corporate income tax system. Under this approach, corporations pay taxes based on the state in which their products are sold, not where production takes place. This rule applies to the sale of tangible property. When considering apportionment for services provided across state lines, Georgia employs a market-based sourcing rule. At the present, there is no consensus between the states on how to define a "market" for the purpose of implementing this rule but, in general, it means that services will be taxed based on the state in which the customer receives the benefit. The rule is meant to apply a consistent destination-based treatment to services when compared to tangible goods.

# Corporate apportionment expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
2.4.001	N/A	Single-factor Apportionment
2.4.002	N/A	Throwback Rule
2.4.003	N/A	Corporate Receipts Sourcing

## 2.5 Georgia Deductions

<u>2.5.003</u>	Deduction of	<u>f global intang</u>	ible low-taxed income (C	<u> HLTI)</u>		
	Statute Year Enacted		§48-7-21			
			2018			
	Year Effectiv	e	2018			
	Data Source		Joint Committee on Tax	kation and th	ne Bureau of Labor St	tatistics
	Estimate Reli	ability	Class B			
	Data Reliabili	ity	Class B			
	Note					
	<b>Description:</b>	Global intan	gible low-taxed income is defined for the purpose of federal			al
	taxation in S		ection 951A of the Internal Revenue Code of 1986 as excess			
	returns realized by U.S. shareholders from controlled foreign corporations				ons	
		in low-tax a	reas outside of the United	States. GIL	TI is includable in	
		federal taxab	ble income net of a 50% d	leduction in	TY 2018-25 and a 37	7.5%
		deduction th	ereafter. Georgia does no	t tax any po	rtion of GILTI.	
		State Fiscal Years (\$ in Millions)				
			<u>2018</u>	<u>2019</u>	2020	
	State Tax Ex		8	15	20	
	(m) Denotes a val	ue of less than \$1 r	nillion			

# Corporate income tax expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
2.5.001	§48-7-21	Interest on obligations of United States
2.5.002	§48-7-21	Exception to intangible expenses and related interest cost

## 2.6 Georgia Credits

<u>2.6.001</u>	<u>Georgia Job Tax Credit</u> Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note	1990; §48-7-40 January 1, 199 DOR data as o Fire Commissi Class A Class A	9; §48-7-4 cable years 0.1: Taxal 4. f 2016 and ioner	0.1: 1993 s beginning ble years b 1 Office of	g on or after Janua eginning on or af Insurance and Sa ne income tax sect	iter afety
		In 2018 the qu	alifying ar military ba	eas were e uses and in	see 1.6.012 and 5 expanded to includ dustrial parks that ent entity.	de
	headquarters processing, developmen one of the 44 be greater th average wag new employ designated a ten or more and counties	rovides a statewi s engaged in mar telecommunicati tt. Retail establis 0 least-developed han the average v ge. To be eligible vees. It also provi as operating in le contiguous census s with both a mil- dustrial park.	ide job tax nufacturing ons, broad shments ar d counties vage of the e, employe ides a tax of ss-develop us tracts w itary base tate Fiscal <u>2018</u>	credit to a g, warehou leasting, to e only allo of the stat e county in ers must of credit for b bed areas. ith higher and a gove Years (\$ i 2019	any business or using and distribut ourism, or research wed the credit if e. Average wages the state with the fer health insuran ousiness enterprise These include are than 15 percent p ernment owned ar n Millions) <u>2020</u>	h and located in s must e lowest ace to all es eas with poverty
	Income Tax Expenditure		14	15	15	
	Corporate Income Tax Exp		93	94	95	
	Insurance Premium Tax Ex State Tax Expenditure (m) Denotes a value of less than \$1 m	-	<u>8</u> 115	<u>9</u> 117	<u>9</u> 119	
<u>2.6.002</u>	Quality Jobs Tax Credit Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note	DOR data as o Class A Class A This statute wa establish subse project. The sa	as modified equent job ume estima 5.013. Estin	d in 2017 a creation p tte is provi nate of thi	allowing taxpayer eriods for a qualif ded in the income s provision is high ta is available.	rs to fied e tax

**Description:** This credit is for employers creating new high-wage jobs or relocating high-wage jobs into the state. A quality job or high-wage job has 30 hours a week of regular work; a job that is not already located in Georgia; and pays at or above 110 percent of the average wage of the county in which it is located.

	State Fiscal Years (\$ in Millions		
	2018	2019	2020
Income Tax Expenditure	1	1	1
Corporate Income Tax Expenditure	75	76	78
State Tax Expenditure	77	77	79
(m) Denotes a value of less than \$1 million			

2.6.003	New Facilities Jobs Credit	
	Statute	§48-7-40.24
	Year Enacted	2003
	Year Effective	Latest modifications are effective for taxable years beginning
		on or after January 1, 2009
	Data Source	DOR data as of 2016
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	The same estimate is provided in the income tax section see
		1.6.014

**Description:** For business enterprises that first qualified in a taxable year beginning before January 1, 2009, \$450 million in qualified investment property must be purchased for the project within a six-year period. The manufacturer must also create at a minimum 1,800 new jobs within a six-year period and can receive credit for up to a maximum of 4,500 jobs. For business enterprises that first qualify in a taxable year beginning on or after January 1, 2009, the business enterprise must meet the job creation requirement of 1,800 eligible full-time employees and either the qualified investment requirement of \$450 million in qualified investment property, or the payroll requirement of \$150 million in total annual Georgia W-2 reported payroll within the six-year period.

	State Fiscal	Years (\$ i	n Millions)
	<u>2018</u>	2019	2020
State Tax Expenditure	Estima	te combine	ed with
(m) Denotes a value of less than \$1 million	2.6.001		

2.6.005	<b>Manufacturer</b>	<u>Tax Credit</u>			
	Statute		§§48-7-40.2, 48-7-40.3, and 48-7-40.4		
	Year Enacted		1994		
	Year Effective	e	Taxable years beginning on or after January 1, 1994		
	Data Source		DOR data as of 2016		
	Estimate Relia	ability	Class B		
	Data Reliabili	ty	Class A		
	Note		The same estimate is provided in the income tax section see		
			1.6.016		
	<b>Description:</b>	<b>on:</b> Taxpayer must invest a minimum of \$50,000 per project per location during the tax year to receive credit. Eligible taxpayers must be in oper			
		for the imme	ediately preceding three years. Leased property for a period of		

five years or longer is eligible for the credit.

nve years of longer is engible for the credit.					
	State Fiscal Years (\$ in Millions)				
	<u>2018</u>	<u>2019</u>	<u>2020</u>		
Income Tax Expenditure	2	3	3		
Corporate Income Tax Expenditure	25	26	28		
State Tax Expenditure	28	29	30		
(m) Denotes a value of less than \$1 million					

2.6.006 Optional Investment Tax Credit

Statute	§§48-7-40.7, 48-7-40.8, and 48-7-40.9
Year Enacted	1995
Year Effective	Taxable years beginning on or after January 1, 1996.
Data Source	DOR data as of 2016
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the income tax section
	1.6.017

**Description:** An alternative investment tax credit available for investments in manufacturing or telecommunications facilities or support facilities that have been operating for the three immediately preceding years. The credit is available for investments in excess of \$5 million and placed in service no earlier than January 1, 1996 for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.

	State Fiscal Years (\$ in Millions)		
	<u>2018</u>	2019	<u>2020</u>
Income Tax Expenditure	(m)	(m)	(m)
Corporate Income Tax Expenditure	1	1	1
State Tax Expenditure	1	1	1
(m) Denotes a value of less than \$1 million			

2.6.007 Port Activity Tax Credit

I OIT ACTIVITY	Tax Cieun	
Statute		§48-7-40.15
Year Enacted		1998
Year Effective	e	Latest modifications apply to taxable years beginning on or
		after January 1, 2010
Data Source		DOR data as of 2016
Estimate Relia	ability	Class A
Data Reliabili	ty	Class A
Note		Estimate combined with 2.6.008. The same estimate is
		provided in the income tax section see 1.6.018.
<b>Description:</b>	For taxable y	ears beginning before January 1, 2010, businesses or the
	headquarters	of any such businesses engaged in manufacturing,
	warehousing	and distribution, processing, telecommunications,
	broadcasting,	tourism, or research and development that have increased
		t of Georgia ports during the previous 12-month period by more
	than 10 perce	ent over their 1997 base year port traffic, or by more than 10
	•	75 net tons, five containers or 10 20-foot equivalent units
	· /	ng the previous 12-month period are qualified for increased job
	tax credits or	investment tax credits. For taxable years beginning on or after
	January 1, 20	10, the increase is based on a comparison of the previous
	12-month per	riod to the second preceding 12-month period.

			Sta	ate Fiscal	Years (\$ i	n Millions)	
				2018	<u>2019</u>	<u>2020</u>	
	Income Tax E	xpenditure		(m)	(m)	(m)	
	Corporate Inc	ome Tax Expe	enditure	8	8	9	
	State Tax Exp			8	8	9	
	(m) Denotes a valu	e of less than \$1 mi	llion				
<u>2.6.008</u>	Alternative P	ort Activity Ta	ax Credit				
	Statute		§48-7-40.15A				
	Year Enacted		2009				
	Year Effective	e	2009				
	Data Source		DOR data as of	2016			
	Estimate Relia	ability	Class A				
	Data Reliabili	ty	Class A				
	Note		Estimate combi	ined with	2.6.007. T	The same estimate is	3
			provided in the	income ta	ax section	see 1.6.019.	
	<b>Description:</b>	Credit is allo	wed to any busin	ness enter	prise locat	ed in a tier 2 or 3 c	ounty
		or in a less de	eveloped area an	d which c	ualifies a	nd receives the Jobs	s Tax
		Credit and w	hich;		_		
		1. Consists of	f a distribution f	acility of	greater tha	n 650,000 square f	eet in
		operation in t	this state prior to	Decembe	er 31, 200	8;	
						ne same legal entity	or its
		subsidiaries a	as such distributi	on facility	y; and	<b>c ·</b>	
				•		te in the first year	of
		operations.	e			2	
	State Fiscal Years (\$ in Millions)						
			50	ale riscai	rears (\$1	II IVIIIIIOIIS)	
			54		2019		
	State Tax Exp	enditure	54	<u>2018</u>	-	2020	
	State Tax Exp (m) Denotes a valu	enditure e of less than \$1 mi		<u>2018</u>	2019	2020	
2.6.009	(m) Denotes a valu	e of less than \$1 mi		<u>2018</u>	2019 te combine	2020	
<u>2.6.009</u>	(m) Denotes a valu	e of less than \$1 mi	llion	<u>2018</u>	2019 te combine	2020	
<u>2.6.009</u>	(m) Denotes a valu	e of less than \$1 mi e <u>dit</u>		<u>2018</u>	2019 te combine	2020	
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cre</u> Statute Year Enacted	e of less than \$1 mi 2 <u>dit</u>	llion §48-7-40.26 2005	<u>2018</u> Estimat	2019 te combine 2.6.007	2020 ed with	
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cre</u> Statute Year Enacted Year Effective	e of less than \$1 mi 2 <u>dit</u>	llion §48-7-40.26 2005 Taxable years b	2018 Estimat	2019 te combine 2.6.007 on or afte	2020 ed with r January 1, 2005	
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cree</u> Statute Year Enacted Year Effective Data Source	e of less than \$1 mi e <u>dit</u> e	llion §48-7-40.26 2005 Taxable years b Fiscal Note for	2018 Estimat	2019 te combine 2.6.007 on or afte	2020 ed with r January 1, 2005	
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cree</u> Statute Year Enacted Year Effective Data Source Estimate Relia	e of less than \$1 mi e <u>dit</u> e ability	llion §48-7-40.26 2005 Taxable years t Fiscal Note for Class A	2018 Estimat	2019 te combine 2.6.007 on or afte	2020 ed with r January 1, 2005	
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cree</u> Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili	e of less than \$1 mi e <u>dit</u> e ability	llion §48-7-40.26 2005 Taxable years t Fiscal Note for Class A Class A	2018 Estimat Deginning HB 199 I	2019 te combine 2.6.007 on or afte LC 34 512	2020 ed with r January 1, 2005 4S (2017)	on see
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cree</u> Statute Year Enacted Year Effective Data Source Estimate Relia	e of less than \$1 mi e <u>dit</u> e ability	llion §48-7-40.26 2005 Taxable years b Fiscal Note for Class A Class A The same estim	2018 Estimat Deginning HB 199 I hate is pro	2019 te combine 2.6.007 on or afte _C 34 512 vided in th	2020 ed with r January 1, 2005 4S (2017) ne income tax section	on see
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cree</u> Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili	e of less than \$1 mi e <u>dit</u> e ability	llion §48-7-40.26 2005 Taxable years t Fiscal Note for Class A Class A The same estim 1.6.020. Tax cr	2018 Estimat Deginning HB 199 I nate is pro edit provi	2019 te combine 2.6.007 on or afte _C 34 512 vided in th sions appl	2020 ed with r January 1, 2005 4S (2017) ne income tax section icable to qualified	on see
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cree</u> Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili	e of less than \$1 mi e <u>dit</u> e ability	llion §48-7-40.26 2005 Taxable years to Fiscal Note for Class A Class A The same estim 1.6.020. Tax cr interactive ente	2018 Estimat Deginning HB 199 I hate is pro edit provi rtainment	2019 te combine 2.6.007 on or afte _C 34 512 vided in th sions appl	2020 ed with r January 1, 2005 4S (2017) ne income tax section	on see
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cree</u> Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili Note	e of less than \$1 mi e <u>dit</u> e ability ty	llion §48-7-40.26 2005 Taxable years t Fiscal Note for Class A Class A The same estim 1.6.020. Tax cr interactive ente modified in 202	2018 Estimat Deginning HB 199 I hate is pro edit provi rtainment 15.	2019 te combine 2.6.007 on or afte _C 34 512 vided in th sions appl productio	2020 ed with r January 1, 2005 4S (2017) ne income tax section icable to qualified on companies were	on see
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cree</u> Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili Note	e of less than \$1 mi edit ability ty Production co	llion §48-7-40.26 2005 Taxable years b Fiscal Note for Class A Class A The same estim 1.6.020. Tax cr interactive ente modified in 201 ompanies which	2018 Estimat Deginning HB 199 I hate is pro edit provi rtainment 15. have at le	2019 te combine 2.6.007 on or afte _C 34 512 vided in the sions apple production east \$500,0	2020 ed with r January 1, 2005 4S (2017) ne income tax section icable to qualified on companies were 2000 of qualified	on see
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cree</u> Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili Note	e of less than \$1 mi edit ability ty Production co expenditures	llion §48-7-40.26 2005 Taxable years b Fiscal Note for Class A Class A The same estim 1.6.020. Tax cr interactive ente modified in 201 ompanies which in a state-certifi	2018 Estimat Deginning HB 199 I hate is pro edit provi rtainment 15. have at le ed produc	2019 te combine 2.6.007 on or afte _C 34 512 vided in the sions apple production east \$500,0 tion may of	2020 ed with r January 1, 2005 4S (2017) ne income tax section icable to qualified on companies were 2000 of qualified claim this credit.	on see
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cree</u> Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili Note	e of less than \$1 mi edit ability ty Production co expenditures Certification	llion §48-7-40.26 2005 Taxable years to Fiscal Note for Class A Class A The same estim 1.6.020. Tax cr interactive enter modified in 201 ompanies which in a state-certific must be approve	2018 Estimat Deginning HB 199 I hate is pro edit provi rtainment 15. have at le ed produce ed through	2019 te combine 2.6.007 on or afte _C 34 512 vided in th sions appl production east \$500,0 tion may on the Geor	2020 ed with r January 1, 2005 4S (2017) ne income tax section icable to qualified on companies were 2000 of qualified claim this credit. gia Department of	
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cree</u> Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili Note	e of less than \$1 mi edit e ability ty Production co expenditures Certification Economic De	llion §48-7-40.26 2005 Taxable years b Fiscal Note for Class A Class A The same estim 1.6.020. Tax cr interactive ente modified in 201 ompanies which in a state-certifi must be approve evelopment. The	2018 Estimat Deginning HB 199 I hate is pro edit provi rtainment 15. have at le ed produc ed through re are spe	2019 te combine 2.6.007 on or afte LC 34 512 vided in th sions appl production east \$500,0 tion may on the Georical provision	2020 ed with r January 1, 2005 4S (2017) ne income tax section icable to qualified on companies were 2000 of qualified claim this credit. gia Department of sions relating to the	tax
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cree</u> Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili Note	e of less than \$1 mi edit e ability ty Production co expenditures Certification Economic De credits award	llion §48-7-40.26 2005 Taxable years b Fiscal Note for Class A Class A The same estim 1.6.020. Tax cr interactive ente modified in 201 ompanies which in a state-certifi must be approve evelopment. The led to interactive	2018 Estimat Deginning HB 199 I hate is pro edit provi rtainment 15. have at le ed produc ed through re are spe e entertain	2019 te combine 2.6.007 on or afte .C 34 512 vided in th sions appl production east \$500,0 tion may on the Georical provisi ment com	2020 ed with r January 1, 2005 4S (2017) ne income tax section icable to qualified on companies were 2000 of qualified claim this credit. gia Department of sions relating to the panies. Under the 2	tax 017
<u>2.6.009</u>	(m) Denotes a valu <u>Film Tax Cree</u> Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili Note	e of less than \$1 mi edit e ability ty Production co expenditures Certification Economic De credits award modifications	llion §48-7-40.26 2005 Taxable years b Fiscal Note for Class A Class A The same estim 1.6.020. Tax cr interactive ente modified in 202 ompanies which in a state-certifi must be approve evelopment. The led to interactive s to this statute, f	2018 Estimat Deginning HB 199 I hate is pro edit provi rtainment 15. have at le ed produc ed through re are spe e entertain the 2019 s	2019 te combine 2.6.007 on or afte _C 34 512 vided in th sions appl production east \$500,0 tion may on the Geor cial provision ment com	2020 ed with r January 1, 2005 4S (2017) ne income tax section icable to qualified on companies were 2000 of qualified claim this credit. gia Department of sions relating to the	tax 017

	State Fiscal Years (\$ in Millions)		
	<u>2018</u>	2019	<u>2020</u>
Income Tax Expenditure	250	275	303
Corporate Income Tax Expenditure	142	156	172
State Tax Expenditure	392	431	474
(m) Denotes a value of less than \$1 million			

2.6.010 Research Tax Credit

Statute	§48-7-40.12
Year Enacted	1997
Year Effective	Taxable years beginning on or after January 1, 1998
Data Source	DOR data as of 2016
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the income tax section see
	1.6.021

**Description:** This credit is for expenses resulting from research conducted in Georgia by businesses engaged in manufacturing, warehousing and distribution, processing, telecommunications, tourism, or research and development industries. A tax credit is allowed provided that the business enterprise for the same taxable year claims and is allowed a research credit under Section 41 of the Internal Revenue Code of 1986, as amended.

· · · · · · · · · · · · · · · · · · ·				
	State Fiscal Years (\$ in Millions)			
	<u>2018</u>	2019	<u>2020</u>	
Income Tax Expenditure	4	4	4	
Corporate Income Tax Expenditure	72	76	80	
State Tax Expenditure	75	80	84	
(m) Denotes a value of less than \$1 million				

#### 2.6.011 Seed-Capital Fund Credit

Seea Capitar I and Creat	
Statute	§48-7-40.27 & 40.28
Year Enacted	2008
Year Effective	Applicable to investments made on or after July 1, 2008
Data Source	DOR data as of 2016
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the income tax section see
	1.6.022

**Description:** This provides a tax credit for certain qualified investments made on or after July 1, 2008 in a research fund, the purpose of which is to provide earlystage financing for businesses formed as a result of research conducted in Georgia's research universities.

Georgia 5 researen universities.				
State Fiscal Years (\$ in Millions)				
<u>2018</u>	<u>2019</u>	<u>2020</u>		
(m)	(m)	(m)		
<u>(m)</u>	(m)	(m)		
(m)	(m)	(m)		
	State Fiscal <u>2018</u> (m) <u>(m)</u>	State Fiscal Years (\$ i <u>2018</u> <u>2019</u> (m) (m) <u>(m)</u> (m)		

<u>2.6.012</u>	Qualified Health In	nsurance Expense Credit		
	Statute	§48-7-29.13		
	Year Enacted	2008		

	Year Effective	e	Taxable years t	eginning	on or afte	r January 1, 2009	
	Data Source		DOR data as of	2016			
	Estimate Relia	ability	Class A				
	Data Reliabili	ty	Class A				
	Note	•	The same estimate is provid			he income tax section see	
			1.6.023				
	<b>Description:</b>	Employer cro	ver credit for the premiums paid for a high-deductible he				
	•		-	-	-	whom the employer	
			s high-deductible health plans as defined by Section 223 of the Revenue Code and in which such employees are enrolled. The				
						e to all employees and	
		-				nt to the applicable	
		-			-	e Code. The qualified	
		-				least \$250 annually.	
						n Millions)	
				2018	2019	2020	
	Income Tax E	xpenditure		(m)	(m)	(m)	
	Corporate Inc		enditure	(m)	(m)	(m)	
	State Tax Exp			(m)	(m)	(m)	
	(m) Denotes a valu	e of less than \$1 m	illion				
<u>2.6.014</u>		insportation C					
	Statute		§48-7-29.3				
	Year Enacted		1999		C.	1 2001	
	Year Effective	e			on or afte	r January 1, 2001	
	Data Source	1 .1.	DOR data as of	2016			
	Estimate Relia	•	Class A				
	Data Reliabili	ty	Class A	ata ia mno	uidad in t	ha income toy caption and	
	Note					he income tax section see December 31, 2018.	
	<b>Description:</b>	A tax credit				f providing any federally	
		qualified tran	nsportation benef				
			Sta	te Fiscal	Years (\$ i	n Millions)	
				<u>2018</u>	<u>2019</u>	<u>2020</u>	
	Income Tax E	xpenditure		(m)	(m)	0	
	Corporate Inc	-	enditure	<u>(m)</u>	(m)	0	
	State Tax Exp			(m)	(m)	0	
	(m) Denotes a valu	e of less than \$1 m	illion				
2.6.015	Business Ent	erprise Vehicl	e Credit				
2101010	Statute		§48-7-40.22				
	Year Enacted		2001				
	Year Effective	بد		eginning	on or afte	r January 1, 2002.	
	Data Source	-	DOR data as of		on or are	i validali j 1, 2002.	
	Estimate Relia	ability	Class C	2010			
	Data Reliabili	•	Class A				
	Note	cy		ate is prov	vided in tl	he income tax section see	
	11000		1.6.026				
	<b>Description:</b>	This is a crea		iness ente	rprise for	the purchase of a motor	
	<b>L</b>		-		-	ortation for its employees.	
					_	rtify that each vehicle	
		1	-	*		-	

carries an average daily ridership of not less than four employees for an entire taxable year.

entire tanaere year.			
	State Fiscal Years (\$ in Millions		
	<u>2018</u>	2019	<u>2020</u>
Income Tax Expenditure	(m)	(m)	(m)
Corporate Income Tax Expenditure	<u>(m)</u>	(m)	(m)
State Tax Expenditure	(m)	(m)	(m)
(m) Denotes a value of less than \$1 million			

## 2.6.016 Employer's Credit for providing or sponsoring child care for employees and employer's credit for purchasing child care property

create for purchasing child	<u>eare property</u>
Statute	§48-7-40.6
Year Enacted	1994 & 1999
Year Effective	Credit for cost of operation: taxable years beginning on or
	after January 1, 1994; Credit for Cost of Qualified Child
	Care Property: taxable years beginning on or after January 1,
	2000.
Data Source	DOR data as of 2016
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the income tax section see
	1.6.027

**Description:** Tax credit for expenses related to an employer who purchases qualified child care property; and a tax credit for employers who provide or sponsor child care for employees. State Fiscal Years (\$ in Millions)

	State Fiscal	Years (\$ 1	n Millions)
	<u>2018</u>	2019	2020
Income Tax Expenditure	9	9	9
Corporate Income Tax Expenditure	<u>16</u>	16	16
State Tax Expenditure	24	24	25
(m) Denotes a value of less than \$1 million			

#### **2.6.017** Low-Income Housing Credit

Low-income mousing creat		
Statute	§48-7-29.6	
Year Enacted	2000	
Year Effective	Taxable years beginning on or after January 1, 2001.	
Data Source	DOR data as of 2016	
Estimate Reliability	Class A	
Data Reliability	Class A	
Note	The same estimate is provided in the income tax section and	
	the insurance premium tax section, see 1.6.028 and 5.00700	

**Description:** This is a credit against Georgia income taxes for taxpayers owning developments which receive the federal Low-Income Housing tax credit and that are placed in service on or after January 1, 2001.

	State Fiscal Years (\$ in Millions)			
	<u>2018</u>	2019	<u>2020</u>	
Income Tax Expenditure	85	90	95	
Corporate Income Tax Expenditure	36	38	40	
Insurance Premium Tax Expenditure	128	134	141	
State Tax Expenditure	249	262	277	
(m) Denotes a value of less than \$1 million				

# **2.6.018**Historic Rehabilitation Credit<br/>Statute\$48-7-29.8

3	latute	948-7-29.8
Y	ear Enacted	2002
Y	ear Effective	Taxable years beginning on or after January 1, 2004
D	ata Source	DOR data as of 2016 and Fiscal Note for HB 308 (2015)
Ε	stimate Reliability	Class B
D	ata Reliability	Class B
Ν	lote	The same estimate is provided in the income tax section see
		1.6.029. This credit was modified in 2015 to allow unused
		credits to be assigned or sold to other taxpayers.

**Description:** A credit for the certified rehabilitation of a certified structure or historic home. Standards set by the Georgia Department of Natural Resources must be met. This credit was modified in 2015 to allow unused credits to be assigned or sold to other taxpayers.

-	State Fiscal	Years (\$ i	n Millions)
	<u>2018</u>	2019	<u>2020</u>
Income Tax Expenditure	19	14	15
Corporate Income Tax Expenditure	3	2	2
State Tax Expenditure (m) Denotes a value of less than \$1 million	23	17	18

2.6.019	Diesel Partici	ulate Emissior	Reduction	Technology E	quipment	Credit		
	Statute		§48-7-40.1	9				
	Year Enacted		2000	2000				
	Year Effective	e	Taxable ye	Taxable years beginning on or after January 1, 2001.				
	Estimate Reliability		DOR data a	as of 2016				
			Class A					
			Class A					
	Note		The same e	stimate is pro	vided in th	ne income t	ax section see	
				is credit will o	•			
	<b>Description:</b>						culate emission	
				ny truck stop,				
				esel particulat				
		equipment is any equipment that provides for heat, air conditioning, light,						
	or communications for the driver's compartment of a commercial motor							
	vehicle parked at a truck stop, depot, or other facility, the use of which							
			results in the engine being turned off with a corresponding reduction of					
		particulate ei	missions from such vehicle's diesel engine.					
				State Fiscal				
	· · · ·			<u>2018</u>	<u>2019</u>	<u>2020</u>		
	Income Tax Expenditure			0	0	0		
	-	Corporate Income Tax Expe		$\frac{0}{2}$	0	0		
	State Tax Expenditure (m) Denotes a value of less than \$1 mil		llion	0	0	0		
	(III) Denotes a valu	e of less than \$1 hh	linoii					
<u>2.6.020</u>	Low - and Ze	ero-emission V	ehicle Char	ger Credit				
	Statute		§48-7-40.1	6				
	Year Enacted		1998					
	Year Effective	e	Taxable ye	ars beginning	on or after	r January 1	, 1998	

DOR data as of 2016

Class A

Data Source

Estimate Reliability

	Data Reliabili Note	ty	1.6.031. This c	redit has b	een repeal	e income tax section see ed for all vehicle after July 1, 2015.
	Description:	vehicle that i the conversion	dit for the purcha is registered in the on of a standard credit applies to	use or lease the state of vehicle to the purch the Fiscal	e of a new Georgia. 7 a zero- or ase of an e Years (\$ in	zero or low-emission The credit also applies to low-emission vehicle. In electric vehicle charger. n Millions)
		1.		<u>2018</u>	<u>2019</u>	<u>2020</u>
	Income Tax E	-	an dituna	(m)	(m)	(m) (m)
	Corporate Inc State Tax Exp	-	enditure	<u>(m)</u> (m)	(m) (m)	(m) (m)
		e of less than \$1 m	illion	(111)	(111)	(11)
<u>2.6.021</u>	Land Conser	vation Credit				
	Statute		§48-7-29.12			
	Year Enacted		2006			
	Year Effective	e	•		on or after	January 1, 2006
	Data Source	1.11.	DOR data as of	2016		
	Estimate Relia		Class A			
	Data Reliabili	ty	Class A	modified	l in 2017 t	a allow concernation
	Note		This statute was modified in 2017 to allow conservation property to be used for solar generation of energy and			
	conversion. The same estimate is provided in the income tax section see 1.6.032					
	Description:	qualifies as c This credit w awarded und	conservation land vas modified in 2 ler this provision ations will be acc	l pursuant 2015 such cannot ex cepted afte	to Chapte that the ag ceed \$30 pr Decemb	ation of real property that r 22 of O.C.G.A. Title 36. gregate value of credits million per year and no new er 31, 2016. n Millions) 2020
	Income Tax E	Expenditure		4	4	4
	Corporate Inc	-	enditure	2	2	2
	State Tax Expenditure			7	6	6
	(m) Denotes a value of less than \$1 million					
2.6.022	Clean Energy	Property and	Wood Residual	s Credit		
2.0.022	Statute	rioperty and	§48-7-29.14	<u>s cicuit</u>		
	Year Enacted		2008			
	Year Effective		July 1, 2008			
	Data Source		DOR data as of	2016		
	Estimate Relia	ability	Class A			
	Data Reliabili	ty	Class A			
	Note			nate is prov	vided in th	e income tax section see
			1.6.033			
	<b>Description:</b>	-				esiduals tax credit
						1) investments in the
			•		<b>U</b> • •	operty, and 2) the value ble biomass facility. The
				o a quaiiii	cu renewa	ore oromass facility. The

clean energy property tax credits apply to solar, wind and energy efficiency projects, geothermal heat pumps, and certain biomass equipment for making electricity. The clean energy property tax credit expired on December 31, 2014. For the purposes of the Wood Residuals tax credit, wood residuals include urban wood waste, land clearing residues, and pellets, but not wood from a U.S. national forest. State Fiscal Years (\$ in Millions)

	State Fiscal	Years (\$ i	n Million
	<u>2018</u>	2019	2020
Income Tax Expenditure	(m)	(m)	0
Corporate Income Tax Expenditure	<u>(m)</u>	(m)	0
State Tax Expenditure (m) Denotes a value of less than \$1 million	1	(m)	0

2.6.023	Georgia Employer GED Tax Credit (previously known as the Employer's Credit for				
	Basic Skills Education)				
	Statute	§48-7-41			
	Year Enacted	2015			
	Year Effective	2015			
	Data Source	Fiscal Note for HB 63 (2015)			
	Estimate Reliability	Class B			
	Data Reliability	Class A			
	Note	The same estimate is provided in the individual income tax			
		section see 1.6.034. The 2015 provision replaces the			
		previous provision. The 2015 provision is capped at \$1			
		million in aggregate credits annually.			
	<b>Description:</b> Allows an	n employer a tax credit against their income tax liability for			
	The employer incurred expenses associated with GED attainment of				
	employees. This credit expires December 31, 2019.				
		State Fiscal Years (\$ in Millions)			
		<u>2018 2019 2020</u>			
	Income Tax Expenditure	(m) (m) (m)			
	Corporate Income Tax E	xpenditure (m) (m) (m)			
	State Tax Expenditure	(m) (m) (m)			
	(m) Denotes a value of less than \$1 million				
2.6.024	Employer's Credit for Approved Employee Retraining				
	Statute	§48-7-40.5			
	Year Enacted	1994			
	Year Effective	Latest modifications are effective for taxable years beginning			
		on or after January 1, 2009			
	Data Source	DOR data as of 2016			
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note	The same estimate is provided in the income tax section see			
		1.6.035			
		redit reimburses employers for the cost of providing retraining			
		o their employees. As of January 1, 2009, retraining programs			
		include any retraining on commercially mass-produced software			
		for word processing, data base management, presentations,			
		ets, e-mail, personal information management, or computer			
	operating	systems except a retraining tax credit shall be allowable for those			

	providing su	pport or training c Stat	e Fiscal Y	lears (\$ in	Millions)
			<u>2018</u>	<u>2019</u>	<u>2020</u>
	Income Tax Expenditure		18	20	21
	Corporate Income Tax Expe	enditure	<u>34</u>	37	$\frac{40}{51}$
	State Tax Expenditure (m) Denotes a value of less than \$1 m	illion	52	56	61
<u>2.6.025</u>	Qualified Education Expen	<u>nse Credit</u> §48-7-29.16			
	Year Enacted	2008			
	Year Effective	Taxable years be	eginning (	on or after	January 1 2008
	Data Source	DOR data as of 2		on or uncer	<i>summing</i> 1, 2000
	Estimate Reliability	Class A	2010		
	Data Reliability	Class A			
	Note		ate is prov	vided in the	e income tax section see
		1.6.036	F		
	<b>Description:</b> This provide	es a tax credit for c	lonations	made by t	axpayers to a student
	scholarship o	organization whicl	h are used	l for tuitio	n and fees for a qualified
	school or pro	ogram. Annual cap	o increase	d to \$100	million effective January
	1, 2019.				
		Stat	e Fiscal Y	lears (\$ in	Millions)
			<u>2018</u>	<u>2019</u>	<u>2020</u>
	Income Tax Expenditure		42	47	62
	Corporate Income Tax Expe	enditure	10	11	14
	State Tax Expenditure (m) Denotes a value of less than \$1 m	illion	52	58	76
<u>2.6.026</u>	Qualified Investor Tax Cre				
	Statute	§48-7-40.30			
	Year Enacted	2010		11.01	
	Year Effective	January 1, 2011;	-	on modifie	ed in 2013
	Data Source	DOR data as of 2	2016		
	Estimate Reliability	Class A			
	Data Reliability	Class A	to is mas	idad in th	a income tox costion and
	Note	1.6.037	-		e income tax section see
		-			ounts invested in certain
					lit was modified in 2015
		vailable for qualif			-
	÷		redits awa	arded unde	er this provision cannot
	exceed \$5 m	illion per year.	- Einerl X	Zaana (¢ in	M:11: and)
		Stat			Millions)
	Income Tax Expanditure		$\frac{2018}{(m)}$	$\frac{2019}{1}$	$\frac{2020}{1}$
	Income Tax Expenditure Corporate Income Tax Expe	enditure	(m) 0	0	
	State Tax Expenditure	enulture	(m)	1	<u>0</u> 1
	(m) Denotes a value of less than \$1 m	illion	(111)	I	1
2.6.027	Energy-Efficient or Water-	Efficient Equipme	ent Credit	-	
	Statute	§48-7-40.29		-	
	Year Enacted	2010			

	Year Effective	e	January 1 of th				
			funds for this program are made available and received by the state				
	Data Source		DOR data as o	of 2016			
	Estimate Reli	ability	Class A				
	Data Reliabili	ity	Class A				
	Note		The same estime 1.6.038	-			
	Description:	water-conser percent of th The credit is	dit applies to tax rvation equipme te cost of the qu only available ble to the state f ct is zero.	ent. The val alified equations for those ta	lue of the ipment or ax years in	credit is equ \$2,500, whi which fede	al to 25 chever is less. ral funds are
			S	tate Fiscal	Years (\$ i	n Millions)	
				2018	2019	2020	
	Income Tax E			0	0	0	
	Corporate Inc	-	enditure	0	0	0	
	State Tax Exp (m) Denotes a valu		illion	0	0	0	
2.6.030	Tax credit fo	r existing busi	iness enterprises	s undergoir	ng qualifie	d business e	expansion
	Statute	<u> </u>	§48-7-40.21	<u> </u>	<i>o</i> 1		
	Year Enacted		2001				
	Year Effective		Latest modifications are applicable to tax years beginning on				
			or after January 1, 2008				
	Data Source		DOR data as o	of 2016			
	Estimate Reli	•	Class A				
	Data Reliabili	ty	Class A				
	Note		The same estime 1.6.041	mate 1s pro	vided in th	ne income ta	ax section, see
	Description:	This credit a within a taxa	pplies to busine able year.	sses that ci	reate at lea	ast 500 new	full-time jobs
			S	tate Fiscal	Years (\$ i	n Millions)	
				2018	<u>2019</u>	2020	
	State Tax Exp		Estimate combined with				
	(m) Denotes a valu	e of less than \$1 m	illion		2.6.002		
<u>2.6.031</u>	Tax credit fo	r purchases of	falternative fuel	heavy-dut	v or medi	um-dutv veł	nicle
	Statute	*	§48-7-29.18		•		
	Year Enacted		2014				
	Year Effective	e	Taxable year l	beginning of	on or after	2015	
	Data Source		Fiscal Note fo	r HB 404 (	(2012)		
	Estimate Reli	•	Class B				
	Data Reliabili	ity	Class A				
	Note		The same estim	-	vided in t	ne individua	l income tax
	Decomintion	Drouvides a to	section, see 1.		f on altar	notivo frol 1	any duty
	Description:		ax credit for the o exceed \$20,00	-			
			y vehicle. The a				
			ich fiscal year b				
			ien noeur yeur b	-9		, -ui 2010 ui	in onoting with

	1. 2015 an	d before July 30, 2	2017.	ie to puien	
	,		tate Fiscal	Years (\$ ir	Millions)
			2018	2019	2020
	Income Tax Expenditure		0	0	0
	Corporate Income Tax Ex	kpenditure	(m)	(m)	0
	State Tax Expenditure	•	(m)	(m)	0
	(m) Denotes a value of less than \$1	million			
2 ( 022					
<u>2.6.032</u>	Bank Tax Credit	848 7 20 7			
	Statute Veen Enceted	§48-7-29.7			
	Year Enacted	2000 2001			
	Year Effective Data Source	DOR data as c	f 2016		
	Estimate Reliability	Class A	01 2010		
	Data Reliability	Class A Class A			
	Note		noto is nro	vided in th	e income tax section see
	Note	1.6.043	nate is pro	vided ill til	e meome tax section see
	Description: Depository		ions are all	owed a cre	dit against their state
	income tax	k liability equal to	the sum of	f the amound	nt of business licenses
	taxes paid	to local governme	ents and an	y special s	tate occupation tax paid to
	the state.				
		S	tate Fiscal	-	-
			<u>2018</u>	<u>2019</u>	2020
	Income Tax Expenditure		2	2	2
	Corporate Income Tax Ex	kpenditure	<u>31</u>	29	30
	State Tax Expenditure	million	33	31	32
	(m) Denotes a value of less than \$1	million			
2.6.033	Employer tax credit for h	niring qualified pa	rolees		
	Statute	§48-7-40.31	01005		
	Year Enacted	2016			
	Year Effective	2016			
	Data Source	Fiscal Note for	r HB 828 (	2016)	
	Estimate Reliability	Class B	· · · · · · · · · · · · · · · · · · ·		
	Data Reliability	Class A			
	Note	The same estin	nate is pro	vided in th	e corporate income tax
		section, see 1.	6.044		
					017, and before January 1,
			• •	·	ee in a full-time job for at
					eligible for an income tax
	credit in th				h qualified parolee.
		S	tate Fiscal	-	
			<u>2018</u>	<u>2019</u>	<u>2020</u>
	Income Tax Expenditure	1.	(m)	(m)	(m)
	Corporate Income Tax Ex	spenditure	1	3	$\frac{3}{3}$
	State Tax Expenditure (m) Denotes a value of less than \$1	million	1	5	3
	(in Denotes a value of less tildil \$1	mmon			
<u>2.6.034</u>	Income Tax Credit for C	ontributions to Ru	ral <u>He</u> alth	<u>Care Orga</u>	nizations
	Statute	§48-7-29.20			
	Year Enacted	2016			

fiscal year 2017. The credit is applicable to purchases made on or after July 1, 2015 and before July 30, 2017.

	maximum o joint returns credit equal liability. Ag	2017 Fiscal Note for LC 28 7806ER (2016) Class B Class B This statute was modified in 2017 and 2018 to increase taxpayer limitations and the credit rate, modify the aggregate state cap, and extend the expiration. The same estimate is provided in the corporate income tax section, see 1.6.045 nal taxpayer shall be allowed an income tax credit equal to a of \$5,000 for an individual filing a single return or \$10,000 for s. A corporation or other entity shall be allowed an income tax to a maximum of 75 percent of the corporation's income tax gregate amount of credits cannot exceed \$60 million in any year. on expires December 31, 2021. State Fiscal Years (\$ in Millions)
	Income Tax Expenditure Corporate Income Tax Exp	$\begin{array}{c ccccccccccccccccccccccccccccccccccc$
	State Tax Expenditure (m) Denotes a value of less than \$1 r	7 54 54
<u>2.6.035</u>	Revitalization Zone Tax C Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note	Credit §48-7-40.32 2017 Taxable years beginning on or after January 1, 2018. Fiscal Note for LC 34 4996 (2017) Class C Class C The same estimate is provided in the personal income section see 1.6.046
	downtowns entities to c per qualified taxpayer. Th purchase pr project. The rehabilitation	tax credit to promote the revitalization of vacant rural Georgia . The statute includes three credits. The first allows certified laim an annual tax credit for five consecutive years of \$2,000 d employee but not to exceed \$40,000 per taxable year for any he second provides for a credit equal to 25 percent of the ice of qualified property up to an amount equal to \$125,000 per e third provides for a tax credit of 30 percent of qualified on expenses but not to exceed \$150,000 per project. State Fiscal Years (\$ in Millions) <u>2018</u> <u>2019</u> <u>2020</u>
	State Tax Expenditure (m) Denotes a value of less than \$1 r	nillion 0 1 2
<u>2.6.036</u>	<u>Georgia Musical Investme</u> Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note	ent Tax Credit §48-7-40.33 2017 Taxable years beginning on or after January 1, 2018 Fiscal Note for HB 155 LC 43 0546S (2017) Class C Class B The same estimate is provided in the personal income tax

	State Tax Exp	expenditures performance interactive er may be allow	incorporated intention netrainment proceed for certain ex Sta	15 percent heatrical properties of the synchrony duction. A spenditure	performand fronized w n addition s in tier 1 d	fied production ce or a recorded musical ith a movie, television, or al credit equal to 5 percent or tier 2 counties. Millions) $\frac{2020}{11}$
2.6.037	Public Educa	tion Innovatio	on Fund Tax Crec	lit		
	Statute		§48-7-29.21			
	Year Enacted		2017			
	Year Effective	e				January 1, 2018.
	Data Source	1 •1•,	Fiscal Note for	HB 237 L	.C 7049S (	2017)
	Estimate Relia	•	Class C Class B			
	Data Reliabili Note	lty		ate is prov	vided in th	e personal income tax
	Note		section see 1.6.	-		e personar meome tax
	Description:	An income ta			ions to a a	ualified Public Education
	2000-200		·		-	personal income filing
					-	allowed a credit equal to
						ne aggregate amount of
				y not exce	ed \$5 mill	lion. This credit expires
		December 31			м. (ф.	N (*11)
			Sta			Millions)
	Income Tax E	Sypanditura		$\frac{2018}{0}$	$\frac{2019}{4}$	$\frac{2020}{4}$
		ome Tax Expe	enditure	0	4	+ 1
	State Tax Exp	-	chalture	$\frac{0}{0}$	5	$\frac{1}{5}$
		e of less than \$1 mi	illion	Ū	C	C C
2.6.038	Agribusiness	Tax Credit				
<u></u>	Statute		§33-1-25			
	Year Enacted		2017			
	Year Effective	e	Taxable years b	eginning	on or after	January 1, 2018.
	Data Source		Fiscal Note for	HB 314 L	.C 37 2389	DERS (2017)
	Estimate Relia	•	Class B			
	Data Reliabili	ty	Class B			
	Note			-	vided in th	e personal income
	Decomintion	An income to	Tax section see		Sad low in	come community mural
	Description:					come community rural int is 15 percent of the
						l year after the investment
		-				a total credit equal to 60
						onrefundable and may not
		-	-			The amount of credits
		available is s	ubject to a cumu	lative cap	of \$100 m	nillion.

State Fiscal Years (\$ in Millions) 2018 2019 2020
$\frac{2010}{0}  \frac{2017}{2}  \frac{2020}{2}$
ance Tax Credit
§48-7-40.34
2018
2019
Fiscal Note for HB 735 LC 0771ER (2018)
Class A
Class A
The same estimate is provided in the personal income tax section see 1.6.050

**Description:** Income tax credit for maintenance expenditures related to railroad track owned or leased by Class III railroads. The credit equals 50 percent of railroad track maintenance expenditures, subject to a maximum credit of \$3,500 per track mile per year. In addition to Class III railroads, persons transporting property using a Class III railroad's facilities or persons furnishing railroad-related property or services to a Class III railroad are also eligible for the credit with respect to maintenance of their assigned track miles. This credit expires December 30, 2023.

2018

0

State Fiscal Years (\$ in Millions)

2019

0

2020

2

2020

80

State Tax Expenditure (m) Denotes a value of less than \$1 million

2.6.039

2.6.040 Reforestation credit for losses incurred on commercial timberland due to hurricane damage Statute \$48-7-40.36

Sta	luie	<u>948-7-40.30</u>
Yea	ar Enacted	2018
Yea	ar Effective	2018
Dat	ta Source	Fiscal Note for LC 43 1038-EC (2019)
Est	imate Reliability	Class A
Dat	ta Reliability	Class A
No	te	The same estimate is provided in the personal income tax see section 1.6.051

**Description:** Provides for a credit for casualty losses incurred on commercial timberland due to damage attributed to Hurricane Michael in the fall of 2018, subject to replanting requirements as described below. The amount of the credit is equal to 100 percent of the casualty loss deduction reported on the taxpayer's federal return, provided that the credit amount does not exceed \$400 per acre. Taxpayers must seek preapproval for the credit on or before December 31, 2019. Taxpayers are eligible to claim the credit in the taxable year in which the taxpayer replants 90 percent of the timber lost in the hurricane. All tax credits must be claimed by December 31, 2024. Credits can be sold once prior to January 1, 2024. Credits claimed are nonrefundable, but can be carried forward for up to 10 years. The total amount of credits preapproved may not exceed \$200 million. State Fiscal Years (\$ in Millions)

State Tax Expenditure $2018 \\ 0$  $2019 \\ 0$ (m) Denotes a value of less than \$1 million

# Georgia corporate tax credit expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
2.6.004	§48-7-40.25	New Manufacturing Facilities Property Credit

### **3.** Corporate Net Worth Tax

Georgia imposes a tax on the net worth of corporations doing business or owning property in the state. The net worth of foreign corporations subject to the Georgia tax is based upon the ratio of assets in Georgia and gross receipts in Georgia to total assets and gross receipts. The tax is graduated based upon the taxable net worth of the corporation.

The tax is administered by the Georgia DOR. Revenues from this tax totaled \$45 million in FY 2017. All revenues from this tax are deposited into the State General Fund.

<u>3.003</u>	Exemption for corporations with net worth of \$100,000 or less						
	Statute	§48-13-71					
	Year Enacted	2017					
	Year Effective	Tax years beginning on or after January 1, 2018					
	Data Source	Fiscal Note SB 133 LC 40 1296 (2017)					
	Estimate Reliability	Class A					
	Data Reliability	Class A					
	Note						
	<b>Description:</b> The statute	ncreases the threshold net worth value with regards to the Net					
	_	. Corporations with net worth equal to \$100,000 or less are					
	exempted	exempted from the net worth tax.					
	-	State Fiscal Years (\$ in Millions)					
		<u>2018</u> <u>2019</u> <u>2020</u>					
	State Tax Expenditure (m) Denotes a value of less than \$2	1 5 5 1 million					

# Corporate net worth tax expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
3.001	§48-13-72	Exemption for nonprofit corporations
3.002	§48-13-72	Exemption for insurance companies separately taxed

### 4. Sales and Use Tax

The sales and use tax was first enacted in Georgia in 1951 at a rate of 3 percent. The rate was increased to its current rate of 4 percent in 1989. The sales tax base consists of retail sales, leases, rentals, use or consumption of tangible personal property. In addition to the state sales tax, local governments are authorized to impose an assortment of local option sales taxes. In most counties, the local sales taxes imposed consist of a combination of a Local Option Sales Tax (LOST), Special Purpose Local Option Sales Tax (SPLOST) and/or an Educational Special Purpose Local Option Sales Tax (E-SPLOST) with tax rates of 1 percent for each. Fifty-five counties and the city of Atlanta have also implemented a sales tax dedicated to transportation purposes (T-SPLOST) as of July 2018, with tax rates of 1 percent except for Atlanta and Fulton County outside of Atlanta where the T-SPLOST rates are 1.4 and 0.75 percent respectively. In addition, Atlanta levies another 1 percent sales tax to cover expenses related to sewer repairs, two counties levy a 1 percent Homestead Option Sales Tax (HOST), and three counties and the city of Atlanta levies dedicated to funding the Metropolitan Atlanta Rapid Transit Authority (MARTA), with rates of 1 percent except in Atlanta where the rate is 1.5 percent.

In general, the local tax base is consistent with the state sales tax base, which is defined to include mainly tangible personal property. The major exception is food for home consumption, which is included in the local sales tax base, but is exempted from the state tax. Services, with a few exceptions, are generally excluded from both the state and the local tax base. This report provides estimates of some services that are implicitly exempt from the sales tax by virtue of not being tangible personal property. Lastly, this report categorizes each sales tax expenditure by type to allow the reader to distinguish between tax expenditures, such as those for business inputs, that are provided for reasons of reducing economic distortions from those provided on the basis of more societal reasons.

The tax is administered by the Georgia DOR. The sales tax is remitted to the Georgia DOR by the retailer and the use tax is remitted by the consumer in cases where the retailer does not collect and remit sales tax. In FY 2017, the state sales and use tax generated \$5.7 billion in state revenues and accounted for approximately 26.5 percent of total state tax revenues. All proceeds from the state sales and use tax, net of vendor compensation, are deposited into the State General Fund.

<u>4.00400</u>	Sales of transportation furnished by a county or municipal public transit system or public					
	transit authorities					
	Statute	§48-8-3(4)				
	Year Enacted	1968				
	Year Effective	1968				
	Data Source	National Transit Database				
	Estimate Reliability	Class B				
	Data Reliability	Class A				
	Note	Estimate combined with 4.00500				
	<b>Description:</b> Sales by c	ounties and municipalities arising out of their operation of any				

public transit facility and sales by public transit authorities or charges by counties, municipalities, or public transit authorities for the transportation of passengers upon their conveyances.

	of passenger	Supon men conveyances.				
		State Fiscal Years (\$ in Millions)				
	~ ~ ~ ~ ~	$\frac{2018}{2019}$ $\frac{2019}{2020}$				
	State Tax Expenditure	8 8 8				
	Local Tax Expenditure	6 6 6				
	(m) Denotes a value of less than \$1 n	nillion				
4 00500						
<u>4.00500</u>	-	nished by an approved and authorized urban transit system				
	Statute	§48-8-3(5)				
	Year Enacted	1970				
	Year Effective	1970				
	Data Source	National Transit Database				
	Estimate Reliability	Class A				
	Data Reliability	Class A				
	Note	Estimate combined with 4.00400				
	<b>Description:</b> Fares and ch	arges, except charges for charter or sightseeing service,				
	collected by	an urban transit system for the transportation of passengers.				
		State Fiscal Years (\$ in Millions)				
		<u>2018</u> <u>2019</u> <u>2020</u>				
	State Tax Expenditure	Estimate combined with				
	Local Tax Expenditure	4.00400				
	(m) Denotes a value of less than \$1 n	nillion				
<u>4.00600</u>	Sales to any Hospital Auth	nority created by Georgia law				
	Statute	§48-8-3(6)				
	Year Enacted	1976				
	Year Effective	1976				
	Data Source	Georgia Office of Planning and Budget, and Centers for				
		Medicaid and Medicare Services				
	Estimate Reliability	Class B				
	Data Reliability	Class B				
	Note	Estimate combined with 4.00700				
		hospital authority created by Article 4 of Chapter 7 of				
	O.C.G.A. Title 31					
		State Fiscal Years (\$ in Millions)				
		2018 2019 2020				
	State Tax Expenditure	Estimate combined with				
	Local Tax Expenditure	4.00700				
	(m) Denotes a value of less than \$1 n					
<u>4.00610</u>	Sales to any Housing Auth	nority created by Georgia law				
	Statute	§48-8-3(6.1)				
	Year Enacted	1999				
	Year Effective	1999				
	Data Source	Georgia Department of Community Affairs and the				
		American Community Survey				
	Estimate Reliability	Class C				
	Data Reliability	Class A				
	Note					
		housing authority created by Article 1 Chapter3 of O.C.G.A.Title				
	Beschiption. Sales to ally	nousing autionity created by Article 1 Chapters of O.C.O.A. Hile				

0			State Fiscal	Voora (\$ i	n Millions)
				<u>2019</u>	<u>2020</u>
	State Tax Expanditure		$\frac{2018}{2}$		2020
	State Tax Expenditure		2 2	2 2	$\frac{2}{2}$
	Local Tax Expenditure (m) Denotes a value of less than \$1 mi	illion	2	L	2
4.00620	Sales to local government a	authorities crea	ated on or af	ter January	1, 1980 for the principal
	purpose of constructing, or				
	Statute	§48-8-3(6.2)			
	Year Enacted	2002			
	Year Effective	2002			
	Data Source	Georgia Dep	artment of C	Community	Affairs
	Estimate Reliability	Class B		5	
	Data Reliability	Class B			
	Note				
	Description: Sales to local	government a	uthorities cr	eated on or	r after January 1, 1980 for
					operating a coliseum and
	related facilit		Ċ,	U,	
			State Fiscal	Years (\$ i	n Millions)
			2018	2019	2020
	State Tax Expenditure		(m)	(m)	(m)
	Local Tax Expenditure		(m)	(m)	(m)
	(m) Denotes a value of less than \$1 m	illion		. ,	
<u>4.00630</u>	Sales to any agricultural co		-	Department	t of Agriculture
	Statute	§48-8-3(6.3)			
	Year Enacted	2002			
	Year Effective	2002			
	Data Source	<b>v</b>		griculture	, and the Georgia Office of
	Estimate Dell'shiller	Planning and	d Budget		
	Estimate Reliability	Class C			
	Data Reliability	Class C			
	Note				- Demonstrate of
	<b>Description:</b> Sales to any a Agriculture.	igricultural col	minission cr	eated by th	le Department of
	Agriculture.		State Fiscal	Voora (\$ i	n Millions)
				<u>2019</u>	<u>2020</u>
	State Tax Expanditure		$\frac{2018}{(m)}$		
	State Tax Expenditure Local Tax Expenditure		(m) (m)	(m) (m)	(m) (m)
	(m) Denotes a value of less than \$1 m	illion	(111)	(111)	(11)
	()				
<u>4.00700</u>	Sales of tangible personal p	property and se	ervices to an	approved	nursing home, inpatient
	hospice, general hospital or	r mental hospi	tal when use	d specifica	ally in the treatment
	function	-		-	-
	Statute	§48-8-3(7)			
	Year Enacted	1971			
	Year Effective	1971			
	Data Source	Georgia Offi	ce of Planni	ng and Buo	dget, and Centers for
		Medicaid and			
	Estimate Reliability	Class B			
	Data Reliability	Class B			
	-				

		e, inpatient hosp	perty and sice, general	services to l hospital o	an approved non-profit or mental hospital when d exclusively by the
	State Tax Expenditure	S	tate Fiscal <u>2018</u> 111	Years (\$ is <u>2019</u> 117	n Millions) <u>2020</u> 124
	Local Tax Expenditure (m) Denotes a value of less than \$1 m	illion	83	88	93
<u>4.00705</u>	Sales of tangible personal <u>funds pursuant to the U.S.</u> Statute Year Enacted		-	<u>llth center</u>	established and receiving
	Year Effective	2015			
	Data Source	Fiscal Note for	r HB 426 L	C 34 4527	(2015)
	Estimate Reliability	Class C			
	Data Reliability	Class B			
	Note	This exemption	n was elim	inated in 2	010 and reinstated in
					expire on June 30, 2019.
	<b>Description:</b> Sales of tang	ible personal pro	perty to a	non-profit	health center
	established a	nd receiving fun	ds pursuan	t to the U.	S. Public Health Service
	Act.				
		S	tate Fiscal 2018	Years (\$ in 2019	n Millions) <u>2020</u>
	State Tax Expenditure		1	1	0
	Local Tax Expenditure (m) Denotes a value of less than \$1 m	illion	1	1	0
4.00710	Sales of tangible personal	property and ser	vices to a n	onnrofit o	rganization whose
4.00710	primary function is to prov				
	Statute	§48-8-3(7.1)		<u>II IIItelleett</u>	
	Year Enacted	2001			
	Year Effective	2001			
	Data Source		c Census ar	nd Americ	an Community Survey
	Estimate Reliability	Class C	e eensus u		
	Data Reliability	Class A			
	Note				
	<b>Description:</b> Sales of tang	ible personal pro	perty and s	services to	a nonprofit organization.
					ervices to persons with
					a tax exempt organization
					xemption determination
	letter from th	e State Revenue	Commissi	oner.	
		S	tate Fiscal	Years (\$ i	n Millions)
			<u>2018</u>	2019	<u>2020</u>
	State Tax Expenditure		1	1	1
	Local Tax Expenditure (m) Denotes a value of less than \$1 m	iillion	1	1	1
4 00500		City D 1	- <b>f</b> (1, - A	. P	- 1
<u>4.00720</u>	Sales to Georgia Society o		of the Ame	rican Revo	DIUTION
	Statute	§48-8-3(7.2)			

	Year Enacted	2002
	Year Effective	2002
	Data Source	IRS 990 Form Data
	Estimate Reliability	Class C
	Data Reliability	Class C
	Note	
		gible personal property or services to any chapter of the Georgia
		ty of the Daughters of the American Revolution which is tax
		ler IRS Code Section 501(c)(3) and obtains an exemption
	determinati	on letter from the State Revenue Commissioner.
		State Fiscal Years (\$ in Millions)
		2018 2019 2020
	State Tax Expenditure	(m) (m) (m)
	Local Tax Expenditure	(m) (m) (m)
	(m) Denotes a value of less than \$1	million
4.00730	Sales of tangible property	y and services to a nonprofit volunteer health clinic primarily
4.00750		omes below 200 percent of the poverty level
	Statute	\$48-8-3(7.3)
	Year Enacted	2015
	Year Effective	2015
	Data Source	Fiscal Note for HB 426 LC 34 4527 (2015)
	Estimate Reliability	Class C
	Data Reliability	Class C
	Note	This exemption was eliminated in 2010 and reinstated in
		2015. This provision is scheduled to expire on June 30, 2019.
	<b>Description:</b> Sales of tan	gible personal property and services to a nonprofit volunteer
	health clinic	c primarily treating patients with incomes below 200 percent of
	the poverty	level and when the item sold is used exclusively for general
	treatment fu	unction.
		State Fiscal Years (\$ in Millions)
		<u>2018</u> <u>2019</u> <u>2020</u>
	State Tax Expenditure	1 1 0
	Local Tax Expenditure	1 1 0
	(m) Denotes a value of less than \$1	million
1 00000	Salas of tangible namona	l property and services to the University System of Georgia and
<u>4.00800</u>	its educational units	r property and services to the Oniversity System of Georgia and
	Statute	§48-8-3(8)
	Year Enacted	1963
	Year Effective	1963
	Data Source	University System of Georgia Annual Financial Report
	Estimate Reliability	
	Estimate Reliability	Class A
	Data Reliability	Class A
	Data Reliability Note	Class A Estimate combined with 4.00900
	Data Reliability Note <b>Description:</b> Sales of tan	Class A Estimate combined with 4.00900 gible personal property and services to the University System of
	Data Reliability Note <b>Description:</b> Sales of tan	Class A Estimate combined with 4.00900 gible personal property and services to the University System of d its educational units.
	Data Reliability Note <b>Description:</b> Sales of tan	Class A Estimate combined with 4.00900 gible personal property and services to the University System of d its educational units. State Fiscal Years (\$ in Millions)
	Data Reliability Note <b>Description:</b> Sales of tan Georgia and	Class A Estimate combined with 4.00900 gible personal property and services to the University System of d its educational units.
	Data Reliability Note <b>Description:</b> Sales of tan Georgia and State Tax Expenditure	Class A Estimate combined with 4.00900 gible personal property and services to the University System of d its educational units. State Fiscal Years (\$ in Millions) <u>2018</u> <u>2019</u> <u>2020</u>
	Data Reliability Note <b>Description:</b> Sales of tan Georgia and	Class A Estimate combined with 4.00900 Igible personal property and services to the University System of d its educational units. State Fiscal Years (\$ in Millions) $\frac{2018}{45} \frac{2019}{47} \frac{2020}{50}$ $\frac{33}{35} \frac{37}{37}$

<u>4.00900</u>	Sale of tangible personal property and services used exclusively in the educational						
	function of an approved pri	ivate college or	<u>university l</u>	ocated in	<u>Georgia in whic</u>	<u>h the</u>	
	credits are accepted by the	University System	em of Geor	<u>gia</u>			
	Statute	§48-8-3(9)					
	Year Enacted	1966					
	Year Effective	1966					
	Data Source	University Sys	tem of Geo	orgia Annu	al Financial Rej	port	
	Estimate Reliability	Class C					
	Data Reliability	Class C					
	Note	Estimate comb	oined with 4	4.00800			
	Description:Sales of tangible personal property and services used exclusively in the educational function of an approved private college or university located in Georgia whose credits are accepted by the University System of Georgia. State Fiscal Years (\$ in Millions) 20182019 2020						
	State Tax Expenditure		Estimate	e combine	d with		
	Local Tax Expenditure			4.00800			
	(m) Denotes a value of less than \$1 m	illion					
<u>4.01000</u>	Sales of tangible personal principal function of an approved principal statute	ivate elementary				onal	
	Year Enacted	§48-8-3(10) 1968					
	Year Effective	1968					
	Data Source		⁷ ontor for E	ducation	Statistics and the	Goorgia	
	Data Source	Department of		aucation	Statistics and the	e Oeorgia	
	Estimate Reliability	Class C	Laucation				
	Data Reliability	Class C					
	Note						
	<b>Description:</b> Sales of tangi	ble personal pro	perty and s	services us	ed exclusively i	n the	
		unction of an ap	proved priv	vate eleme	ntary or seconda		
		S	tate Fiscal	-			
			<u>2018</u>	<u>2019</u>	<u>2020</u>		
	State Tax Expenditure		6	7	7		
	Local Tax Expenditure (m) Denotes a value of less than \$1 mi	illion	4	5	5		
	(iii) Denotes a value of less than \$1 iii	mon					
4.01100	Sale of tangible personal p	roperty or servic	es to, and t	he purcha	se of tangible pe	ersonal	
	property or services by, any				<u> </u>		
	Statute	§48-8-3(11)					
	Year Enacted	1968					
	Year Effective	1968					
	Data Source	Fiscal Note for	r HB 445 L	C 34 4571	S (2015)		
	Estimate Reliability	Class A					
	Data Reliability	Class A					
	Note						
	Description: Sales of tangi	ble personal pro	operty or set	rvices to,	and the purchase	e of	
	<b>U</b>	onal property or	•	•			
		h: (A) Is tax exe					
	Revenue Cod	e; (B) Furnishes	s at least 50	percent o	f its programs th	irough	

	universities	and other institutions of higher education in support of their
		programs; (C) Is paid for by government funds of a foreign
		(D) Is an instrumentality, agency, department, or branch of a
	foreign gove	ernment operating through a permanent location in this state.
		State Fiscal Years (\$ in Millions)
		$\frac{2018}{2000}$ $\frac{2019}{2000}$ $\frac{2020}{2000}$
	State Tax Expenditure	(m) $(m)$ $(m)$ $(m)$
	Local Tax Expenditure (m) Denotes a value of less than \$1 r	(m) (m) (m) nillion
<u>4.01200</u>	School lunches sold and s	erved to pupils and employees of public schools
<u></u>	Statute	§48-8-3(12)
	Year Enacted	1953
	Year Effective	1953
	Data Source	Georgia School Nutrition Association and the Georgia
		Department of Education
	Estimate Reliability	Class B
	Data Reliability Note	Class B
		ngredients, and prepared food sold and served to pupils and
	employees o	f public schools.
		State Fiscal Years (\$ in Millions)
		$\frac{2018}{7}$ $\frac{2019}{7}$ $\frac{2020}{7}$
	State Tax Expenditure	$   \begin{array}{ccccccccccccccccccccccccccccccccccc$
	(m) Denotes a value of less than \$1 r	
4.01300	School lunches sold and se	erved to pupils and employees of approved private schools
<u>4.01300</u>	School lunches sold and set Statute	erved to pupils and employees of approved private schools §48-8-3(13)
<u>4.01300</u>		
<u>4.01300</u>	Statute Year Enacted Year Effective	\$48-8-3(13) 1967 1967
<u>4.01300</u>	Statute Year Enacted	<ul><li>§48-8-3(13)</li><li>1967</li><li>1967</li><li>Georgia School Nutrition Association and the National</li></ul>
<u>4.01300</u>	Statute Year Enacted Year Effective Data Source	<ul> <li>§48-8-3(13)</li> <li>1967</li> <li>1967</li> <li>Georgia School Nutrition Association and the National Center of Education Statistics</li> </ul>
<u>4.01300</u>	Statute Year Enacted Year Effective Data Source Estimate Reliability	<ul> <li>§48-8-3(13)</li> <li>1967</li> <li>1967</li> <li>Georgia School Nutrition Association and the National Center of Education Statistics</li> <li>Class B</li> </ul>
<u>4.01300</u>	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability	<ul> <li>§48-8-3(13)</li> <li>1967</li> <li>1967</li> <li>Georgia School Nutrition Association and the National Center of Education Statistics</li> </ul>
<u>4.01300</u>	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note	<ul> <li>§48-8-3(13)</li> <li>1967</li> <li>1967</li> <li>Georgia School Nutrition Association and the National Center of Education Statistics</li> <li>Class B</li> <li>Class B</li> </ul>
<u>4.01300</u>	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note <b>Description:</b> Food, food i	<ul> <li>§48-8-3(13)</li> <li>1967</li> <li>1967</li> <li>Georgia School Nutrition Association and the National Center of Education Statistics</li> <li>Class B</li> <li>Class B</li> <li>ngredients, and prepared food sold and served to pupils and</li> </ul>
<u>4.01300</u>	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note <b>Description:</b> Food, food i	<ul> <li>§48-8-3(13)</li> <li>1967</li> <li>1967</li> <li>Georgia School Nutrition Association and the National Center of Education Statistics</li> <li>Class B</li> <li>Class B</li> <li>ngredients, and prepared food sold and served to pupils and of approved private elementary and secondary schools.</li> </ul>
<u>4.01300</u>	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note <b>Description:</b> Food, food i	<ul> <li>§48-8-3(13)</li> <li>1967</li> <li>1967</li> <li>Georgia School Nutrition Association and the National Center of Education Statistics</li> <li>Class B</li> <li>Class B</li> <li>ngredients, and prepared food sold and served to pupils and of approved private elementary and secondary schools. State Fiscal Years (\$ in Millions)</li> </ul>
<u>4.01300</u>	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note <b>Description:</b> Food, food i	§48-8-3(13) 1967 1967 Georgia School Nutrition Association and the National Center of Education Statistics Class B Class B Class B Ingredients, and prepared food sold and served to pupils and of approved private elementary and secondary schools. State Fiscal Years (\$ in Millions)
<u>4.01300</u>	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: Food, food i employees o State Tax Expenditure Local Tax Expenditure	\$48-8-3(13) 1967 1967 Georgia School Nutrition Association and the National Center of Education Statistics Class B Class B ngredients, and prepared food sold and served to pupils and of approved private elementary and secondary schools. State Fiscal Years (\$ in Millions) $\frac{2018}{1}$ $\frac{2019}{1}$ $\frac{2020}{1}$ (m) (m) (m) (m)
<u>4.01300</u>	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: Food, food i employees o	\$48-8-3(13) 1967 1967 Georgia School Nutrition Association and the National Center of Education Statistics Class B Class B ngredients, and prepared food sold and served to pupils and of approved private elementary and secondary schools. State Fiscal Years (\$ in Millions) $\frac{2018}{1}$ $\frac{2019}{1}$ $\frac{2020}{1}$ (m) (m) (m) (m)
<u>4.01300</u>	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: Food, food i employees o State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$1 r	\$48-8-3(13) 1967 1967 Georgia School Nutrition Association and the National Center of Education Statistics Class B Class B ngredients, and prepared food sold and served to pupils and of approved private elementary and secondary schools. State Fiscal Years (\$ in Millions) 2018  2019  2020 1 1 1 1 (m) (m) (m) million Facts for display or exhibition to museums
	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: Food, food i employees o State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$1 r Statute	$\begin{array}{c} \$48-8-3(13) \\ 1967 \\ 1967 \\ Georgia School Nutrition Association and the National Center of Education Statistics \\ Class B \\ Class B \\ ngredients, and prepared food sold and served to pupils and of approved private elementary and secondary schools. \\ State Fiscal Years ($ in Millions) \\ \underline{2018}  \underline{2019}  \underline{2020} \\ 1  1  1 \\ (m)  (m)  (m) \\ nillion \\ \\ \underline{Sacts for display or exhibition to museums} \\ \$48-8-3(14) \end{array}$
	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: Food, food i employees o State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$1 m Statute Year Enacted	$\begin{array}{c} \$48-8-3(13) \\ 1967 \\ 1967 \\ Georgia School Nutrition Association and the National Center of Education Statistics \\ Class B \\ Class B \\ ngredients, and prepared food sold and served to pupils and of approved private elementary and secondary schools. \\ State Fiscal Years ($ in Millions) \\ \hline 2018 & 2019 & 2020 \\ \hline 1 & 1 & 1 \\ (m) & (m) & (m) \\ nillion \\ \hline \\ $
	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: Food, food i employees o State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$1 r Statute Year Enacted Year Effective	\$48-8-3(13) 1967 1967 Georgia School Nutrition Association and the National Center of Education Statistics Class B Class B ngredients, and prepared food sold and served to pupils and of approved private elementary and secondary schools. State Fiscal Years (\$ in Millions) 2018  2019  2020 1 1 1 1 (m) (m) (m) million Facts for display or exhibition to museums \$48-8-3(14) 1973 1973
	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: Food, food i employees o State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$1 r Sales of art and other artiff Statute Year Enacted Year Effective Data Source	\$48-8-3(13) 1967 1967 Georgia School Nutrition Association and the National Center of Education Statistics Class B Class B ngredients, and prepared food sold and served to pupils and of approved private elementary and secondary schools. State Fiscal Years (\$ in Millions) 2018  2019  2020 1  1  1 (m) (m) (m) million Sacts for display or exhibition to museums \$48-8-3(14) 1973 1973 U.S. Economic Census and IRS Form 990 data
	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: Food, food i employees o State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$1 r Statute Year Enacted Year Effective Data Source Estimate Reliability	\$48-8-3(13) 1967 1967 Georgia School Nutrition Association and the National Center of Education Statistics Class B Class B ngredients, and prepared food sold and served to pupils and of approved private elementary and secondary schools. State Fiscal Years (\$ in Millions) $\frac{2018}{1}$ $\frac{2019}{1}$ $\frac{2020}{1}$ (m) (m) (m) nillion Sacts for display or exhibition to museums \$48-8-3(14) 1973 U.S. Economic Census and IRS Form 990 data Class C
	Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: Food, food i employees o State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$1 r Sales of art and other artiff Statute Year Enacted Year Effective Data Source	\$48-8-3(13) 1967 1967 Georgia School Nutrition Association and the National Center of Education Statistics Class B Class B ngredients, and prepared food sold and served to pupils and of approved private elementary and secondary schools. State Fiscal Years (\$ in Millions) 2018  2019  2020 1  1  1 (m) (m) (m) million Sacts for display or exhibition to museums \$48-8-3(14) 1973 1973 U.S. Economic Census and IRS Form 990 data

	or for the u	objects or artifact use by any museur	ts and other n or organi	similar ta zation whi	ngible personal ich is tax exemp	property to t under
		l(c)(3) of the Interview			<b>v</b> .	ersonal
	property for	or display or exhit				
				-	in Millions)	
			<u>2018</u>	<u>2019</u>	<u>2020</u>	
	State Tax Expenditure		1	1	1	
	Local Tax Expenditure		(m)	(m)	(m)	
	(m) Denotes a value of less than \$	1 million	()	()	()	
<u>4.01500</u>	Specific fundraising sale	s by any religious	s institution	lasting no	o more than 30 d	ays in a
	calendar year and sales of	of religious paper	when the pa	aper is ow	ned and operate	d by the
	religious institution		-	-	-	-
	Statute	§48-8-3(15B)				
	Year Enacted	1953				
	Year Effective	1953				
			Conton for	Chamitable	Statistics	
	Data Source	The National	Center for	Charnable	statistics	
	Estimate Reliability	Class C				
	Data Reliability	Class B				
	Note					
	<b>Description:</b> Sales of any religious paper in this state when the paper is owned and operated by religious institutions or denominations and no part of the net profit from the operation of the institution or denomination inures to the benefit of any private person. Exempt sales must occur during a fundraising activity with a duration that does not exceed 30 days in any calendar year.					
	5				in Millions)	2
			2018	2019	2020	
	State Tex Expanditure		(m)	$\frac{201}{(m)}$		
	State Tax Expenditure		. ,	. ,	(m)	
	(m) Denotes a value of less than \$	1 million	(m)	(m)	(m)	
4.01510	Sales of pipe organs or steeple bells to any church qualifying as a nonprofit					
	Statute	§48-8-3(15.1)	-	<u>uni jing u</u>	<u>w nonprone</u>	
	Year Enacted	2001	,			
	Year Effective	2001	NI ( C -	T1 4		•
	Data Source		hapter for	The Amer	ican Guild of Or	ganists
	Estimate Reliability	Class C				
	Data Reliability	Class C				
	Note					
		<b>Description:</b> Sales of pipe organs or steeple bells to any church qualifying as a nonprofit. State Fiscal Years (\$ in Millions)				
	<b>Description:</b> Sales of pi			Vacma (\$	In Milliona)	I I
	<b>Description:</b> Sales of pi		State Fiscal	-		···
	_		State Fiscal 2018	2019	2020	- I
	State Tax Expenditure		State Fiscal	-		ľ
	_		State Fiscal 2018	2019	2020	ľ
<u>4.01700</u>	State Tax Expenditure Local Tax Expenditure	1 million	State Fiscal <u>2018</u> (m) (m)	2019 (m) (m)	2020 (m) (m)	-
<u>4.01700</u>	State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$ Sales of fuel or consuma	1 million	State Fiscal <u>2018</u> (m) (m)	2019 (m) (m)	2020 (m) (m)	-
<u>4.01700</u>	State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$ <u>Sales of fuel or consuma</u> <u>commerce</u>	1 million	State Fiscal <u>2018</u> (m) (m)	2019 (m) (m)	2020 (m) (m)	
<u>4.01700</u>	State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$ <u>Sales of fuel or consuma</u> <u>commerce</u> Statute	1 million ble supplies used §48-8-3(17)	State Fiscal <u>2018</u> (m) (m)	2019 (m) (m)	2020 (m) (m)	
<u>4.01700</u>	State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$ <u>Sales of fuel or consuma</u> <u>commerce</u>	1 million	State Fiscal <u>2018</u> (m) (m)	2019 (m) (m)	2020 (m) (m)	

	Data Source Estimate Reliability Data Reliability Note	U.S. Energy I of Energy Class B Class A	nformation	Administ	ration and U.S.	Department
	<b>Description:</b> Sales of fuel or foreign co		supplies use	ed by ship	s engaged in int	ter-coastal
	of foreight co		State Fiscal	Voors (\$	in Millions)	
		•	2018	2019	2020	
	State Tax Expenditure		4	4	4	
	Local Tax Expenditure		3	3	3	
	(m) Denotes a value of less than \$1 m	illion	5	5	5	
4.03000	<b>XX</b> 7 / 1 1 ¹ 1 /1 1					
<u>4.02000</u>	Water delivered through w		s, or pipes			
	Statute Veen Enceted	§48-8-3(20)				
	Year Enacted	1966				
	Year Effective	1966 Data Source	U.C. Dum	on of I of	or Statistics Co	
Europelitur	Cumurau	Data Source	U.S. Dure	au of Lat	or statistics CC	onsumer
Expenditur	-	Class C				
	Estimate Reliability	Class C Class C				
	Data Reliability Note	Class C				
		The cole of w	tor dolivoro	d to cons	umers through v	votor mains
lines, or pi	-	The sale of wa	der derivere		uniers unough v	water manns,
miles, or pi	<i>Jes.</i>		State Fiscal	Vears (\$	in Millions)	
		•	2018	2019	2020	
	State Tax Expenditure		<u>2018</u> 66	<u>2017</u> 69	<u>2020</u> 76	
	Local Tax Expenditure		50	52	55	
	(m) Denotes a value of less than \$1 m	illion	50	52	55	
<u>4.02200</u>	Professional, insurance or				nvolve sales as	
	inconsequential elements f		oarate charge	e is made		
	Statute	§48-8-3(22)				
	Year Enacted	1951				
	Year Effective	1951				
	Data Source	U.S. Census H	Bureau Econ	nomic Cer	isus	
	Estimate Reliability	Class C				
	Data Reliability	Class C				
	Note		1 .			1 1
	<b>Description:</b> Professional,					
	as inconseque				charge is made	2.
					in Millions) 2020	
	State Tex Expanditure		<u>2018</u>	<u>2019</u> dituma aati		
	State Tax Expenditure	<b>S</b> ~~	See expen		(1) (1) (1) (1) (1) (1) (1) (1) (1) (1)	
	State Tax Expenditure (m) Denotes a value of less than \$1 m		1 11005 (4.30	005, 4.50	510, 4.30011)	
4.02300	Repair services when a ser	arate charge is	made to the	customer		
TO AUTO	Statute	§48-8-3(23)		Customer	-	
	Year Enacted	1951				
	Year Effective	1951				
	Data Source	U.S. Economi	c Census			
	2 uu Douroo		Consus			

	Estimate Reliability	Class C		
	Data Reliability	Class C		
	Note			
	<b>Description:</b> Repair service	tes when a separate charge is made to the customer. State Fiscal Years (\$ in Millions)		
		2018  2019  2020		
	State Tax Expenditure	See expenditure estimates for		
	State Tax Expenditure	Services (4.50003, 4.50010, 4.50011)		
	(m) Denotes a value of less than \$1 m	illion		
4.02400	Rental of videotape or film	to persons charging admission to view the tape or film		
	Statute	<u>§48-8-3(24)</u>		
	Year Enacted	1989		
	Year Effective	1989		
	Data Source	U.S. Economic Census and Nash Information Services Box		
		Office Data		
	Estimate Reliability	Class C		
	Data Reliability Note	Class C		
		eotape or film to persons charging admission to view the tape		
	or film.			
		State Fiscal Years (\$ in Millions)		
		<u>2018</u> <u>2019</u> <u>2020</u>		
	State Tax Expenditure	7 7 7		
	Local Tax Expenditure (m) Denotes a value of less than \$1 m	5 5 5 5		
<u>4.03000</u>		vice-connected disabled veterans when the U.S. Dept. of		
	<u>Veterans Affairs supplies a</u> Statute	a grant to purchase and specially adapted the vehicle		
	Year Enacted	\$48-8-3(30) 1972		
	Year Effective	1972		
	Data Source	The Department of Veteran Affairs		
	Estimate Reliability	Class B		
	Data Reliability	Class B		
	Note			
	Description: The sale of a vehicle to a service-connected disabled veteran when the			
		ved a grant from the United States Department of Veterans		
	Affairs to pu	rchase and specially adapt the vehicle to the veteran's disability. State Fiscal Years (\$ in Millions)		
		2018 2019 2020		
	State Tax Expenditure	$\frac{1}{(m)}$ $\frac{1}{(m)}$ $\frac{1}{(m)}$ $\frac{1}{(m)}$		
	Local Tax Expenditure	(m) (m) (m)		
	(m) Denotes a value of less than \$1 m	illion		
4.03420	Machinerv and equipment	used directly to remanufacture certain aircraft engines or		
	aircraft engine parts	<u></u>		
	Statute	§48-8-3(34.2)		
	Year Enacted	1996		
	Year Effective	1996		
	Data Source	Fiscal Note for HB 933 LC 40 0540 (2014)		
	Estimate Reliability	Class B		

	Data Reliability	Class A			
	Note				
	<b>Description:</b> Machinery an				
	engines or air				remanufacturing facility.
		St			Millions)
	State Ter Friday diture		<u>2018</u>	<u>2019</u>	$\frac{2020}{(m)}$
	State Tax Expenditure		(m)	(m)	(m) (m)
	Local Tax Expenditure (m) Denotes a value of less than \$1 mi	llion	(m)	(m)	(m)
<u>4.03600</u>	Machinery and equipment	used in a facility	for the print	mary purp	ose of reducing or
	eliminating air and water pe	ollution			
	Statute	§48-8-3(36)			
	Year Enacted	1972			
	Year Effective	1972		~	
	Data Source	Fiscal Note for	HB 445 L	C 40 4571	S (2015)
	Estimate Reliability	Class A			
	Data Reliability Note	Class A			
	<b>Description:</b> Machinery an	d equipment or a	ny rongir	or ranlacar	ment component used in
					minating air and water
	pollution.	ne prinary purp	Jse of feuu	icing of en	initiating an and water
	ponution.	St	ate Fiscal `	Years (\$ ir	n Millions)
		51	2018	2019	2020
	State Tax Expenditure		(m)	(m)	(m)
	Local Tax Expenditure		(m)	(m)	(m)
	(m) Denotes a value of less than \$1 mi	llion			
4 0 2 0 0 0	Colo of ton althin menored as		and alsonas	. f	aaa haa tha Daala Eaala 4
<u>4.03800</u>	Sale of tangible personal pr H Center	operty and lees a	and charge	s for servi	ces by the Rock Eagle 4-
	Statute	§48-8-3(38)			
	Year Enacted	1976			
	Year Effective	1976			
	Data Source	Fiscal Note for	HB 445 L	C 34 4571	S (2015)
	Estimate Reliability	Class C			. ()
	Data Reliability	Class C			
	Note				
	<b>Description:</b> Sale of tangible personal property and fees and charges for services by the				rges for services by the
	Rock Eagle 4				
		St			n Millions)
			<u>2018</u>	<u>2019</u>	<u>2020</u>
	State Tax Expenditure		(m)	(m)	(m)
	Local Tax Expenditure (m) Denotes a value of less than \$1 mi	llion	(m)	(m)	(m)
	(iii) Denotes a value of less than \$1 iii	mon			
<u>4.03900</u>	Certain sales by a public or	private school o	f tangible	personal p	roperty, concessions, and
	tickets for admission to sch				
	Statute	§48-8-3(39)			
	Year Enacted	1994			
	Year Effective	1994			
	Data Source				RS Form 990 data, and
		the National Hi	gh School	Athletic A	ssociation

	Estimate Reliability Data Reliability	Class C Class C	
	kinderg	any public or private school containing any combination of grades rten through 12 of tangible property, concessions, or tickets for on to a school event or function, provided that the net proceeds from es are used solely for the benefit of such school or its students. State Fiscal Years (\$ in Millions) $\frac{2018}{2}  \frac{2019}{2}  \frac{2020}{2}$	
	Local Tax Expenditu (m) Denotes a value of less th	2 2 2	
<u>4.04000</u>	Sale of major compo Statute	ents or repair parts installed in military aircraft, vehicles, or missiles §48-8-3(40)	
	Year Enacted	1965	
	Year Effective	1965	
	Data Source	USASpending.gov and the U.S. Economic Census	
	Estimate Reliability	Class C	
	Data Reliability	Class B	
	Note		
		najor components or repair parts installed in military aircraft,	
	-	or missiles.	
	veniere	State Fiscal Years (\$ in Millions)	
	State Ter Ernenditur	$\frac{2018}{36}$ $\frac{2019}{34}$ $\frac{2020}{40}$	
	State Tax Expenditur		
	(m) Denotes a value of less th		
	(iii) Benotes a value of less a		
4.04100	Sale of tangible pers	al property and services to a nonprofit child-caring institution,	
	child-placing agency		
	Statute	<u>\$48-8-3(41)</u>	
	Year Enacted	2004	
	Year Effective	2004	
	Data Source	U.S. Economic Census	
	Estimate Reliability	Class B	
	Data Reliability	Class B	
	Note		
		tangible personal property and services to a child-caring institution	
		ed in paragraph (1) of O.C.G.A §49-5-3; a child-placing agency as	
		n paragraph (2) of O.C.G.A. §49-5-3, or maternity home as defined	
		raph (14) of O.C.G.A. §49-5-3, when such institution, agency, or	
		engaged primarily in providing child services and is a non-profit,	
		npt organization under Section $501(c)(3)$ of the IRS revenue code.	
		ludes sales from certain Fundraising activities (limited to 30 days per	
	year)		
	State Fiscal Years (\$ in Millions)		

	State Fiscal Years (\$ in Millions)		
	2018	2019	2020
State Tax Expenditure	1	1	1
Local Tax Expenditure	1	1	1
(m) Denotes a value of less than \$1 million			

## **<u>4.04300</u>** Revenues from coin-operated amusement machines for which individual permits are

<u>4.04300</u>		ated amusement machines for which individual permits are
	<u>required</u>	
	Statute	§48-8-3(43)
	Year Enacted	1992
	Year Effective	1993
	Data Source	Georgia Lottery Commission Annual Report
	Estimate Reliability	Class C
	Data Reliability	Class B
	Note	This estimate differs from previous reports due to new data.
		ue generated from all bona fide coin-operated amusement
		hich vend or dispense music or are operated for skill,
	amusement	, entertainment, or pleasure.
		State Fiscal Years (\$ in Millions)
		2018  2019  2020
	State Tax Expenditure	28 29 31
	Local Tax Expenditure	21 22 23
	(m) Denotes a value of less than \$1	million
4.0.4.600		
<u>4.04600</u>	· · ·	property or taxable services to nonprofit blood banks
	Statute	§48-8-3(46)
	Year Enacted	1980
	Year Effective	1980
	Data Source	U.S. Economic Census and IRS 990 Form Data
	Estimate Reliability	Class C
	Data Reliability	Class B
	Note	This estimate differs from previous reports due to new data.
		ain blood banks having a nonprofit status according to Section
	501(c)(3) of	f the IRS revenue code.
		State Fiscal Years (\$ in Millions)
	~	2018  2019  2020
	State Tax Expenditure	(m) (m) (m)
	Local Tax Expenditure	(m) (m) (m)
	(m) Denotes a value of less than \$1	million
4.04700	Sale of drugs dispensed b	y prescription, prescription glasses, contact lenses, contact lens
<u>+.0+/00</u>	÷ .	of certain controlled substances or dangerous drugs
	Statute	
	Year Enacted	1984
	Year Effective	1985
	Data Source	State Health Expenditures from the Centers for Medicare
	Dutu Boulee	and Medicaid Services
	Estimate Reliability	Class B
	Data Reliability	Class B
	Note	
		of drugs that are lawfully dispensable only by prescription for
		it of natural persons; prescription eyeglasses and contact lenses;
		contact lens samples; drugs dispensable by prescription for the f natural persons without charge to physicians, hospitals, etc. by
		ical manufacturers or distributors; drugs and durable medical
		dispensed or distributed without charge solely for the purposes of
	equipment	responsed of distributed without charge solery for the purposes of

a clinical trial approved by the FDA or an institutional review board. Note: This exemption does not include over-the-counter drugs, drugs sold for animal use, or non-prescription eyeglasses. State Fiscal Years (\$ in Millions) 2018 2019 2020 447 478 509 State Tax Expenditure Local Tax Expenditure 332 355 378 (m) Denotes a value of less than \$1 million 4.04800 Sale of crab bait to licensed commercial fishermen §48-8-3(48) Statute Year Enacted 1985 Year Effective 1985 Data Source Georgia Department of Natural Resources and the U.S. **Economic Census** Class C **Estimate Reliability** Data Reliability Class C Note Description: Sale of crab bait to licensed commercial fisherman. State Fiscal Years (\$ in Millions) 2018 2019 2020 State Tax Expenditure (m) (m) (m) Local Tax Expenditure (m) (m) (m) (m) Denotes a value of less than \$1 million 4.05000 Sales of insulin syringes and blood glucose level measuring strips dispensed without a prescription Statute §48-8-3(50) Year Enacted 1986 Year Effective 1986 Data Source The Centers for Disease Control and Prevention and the Medical Expenditures Panel Survey **Estimate Reliability** Class C Data Reliability Class C Note This estimate differs from previous years due to new data **Description:** Sale of blood measuring devices, monitoring equipment, or insulin delivery systems used exclusively by diabetics; insulin, insulin syringes and blood glucose monitoring strips; when dispensed without a prescription. State Fiscal Years (\$ in Millions) 2018 2019 2020 State Tax Expenditure 25 27 28 Local Tax Expenditure 17 19 18 (m) Denotes a value of less than \$1 million Sale of oxygen when prescribed by a licensed physician 4.05100 Statute §48-8-3(51) Year Enacted 1986 1986 Year Effective Data Source The Medical Expenditure Panel Survey and The Department of Health and Human Services Class C **Estimate Reliability** Data Reliability Class A

Note **Description:** Sale of oxygen when prescribed by a licensed physician.

	Description. Suc of oxyg	en when prese	State Fiscal	· ·	
			<u>2018</u>	2019	2020
	State Tax Expenditure		(m)	(m)	(m)
	Local Tax Expenditure		(m)	(m)	(m)
	(m) Denotes a value of less than \$1 m	nillion	· · ·	~ /	
	~				
<u>4.05200</u>	Sale or use of hearing aids				
	Statute	§48-8-3(52)			
	Year Enacted	1986			
	Year Effective	1986	1. D	1.0	1 77 1.1 77 1
	Data Source		penditure Pan	el Survey	and Healthy Hearing
	Fatimate Daliabilita	Review			
	Estimate Reliability	Class A			
	Data Reliability Note	Class B			
	<b>Description:</b> Exempts the	sale or use of	approved hea	ring aids	from sales and use tax
	Description: Exempts the	sule of use of	State Fiscal	-	
			2018	2019	<u>2020</u>
	State Tax Expenditure		<u>2010</u> 6	<u>2015</u> 6	6
	Local Tax Expenditure		4	5	5
	(m) Denotes a value of less than \$1 m	illion		U	C C
4.05300				1 .1	.1 1 0
<u>4.05300</u>	Transactions where food st	-	-	used as th	e method of payment
	Statute	§48-8-3(53)			
	Year Enacted Year Effective	1986 1987			
	Data Source		nd Nutrition (	Samiaa an	d the U.S. Depentment of
	Data Source		na Nutrition 3	service an	d the U.S. Department of
	Estimata Daliability	Agriculture Class B			
	Estimate Reliability Data Reliability	Class B Class A			
	Note	Class A			
	<b>Description:</b> Sales tax is n	ot applied on	items nurchas	sed using t	food stamps or WIC
	coupons.	or applied of	nems purchas	seu using i	lood stamps of wite
	couponsi		State Fiscal	Years (\$ i	n Millions)
			2018	2019	2020
	State Tax Expenditure		91	82	73
	Local Tax Expenditure		68	61	55
	(m) Denotes a value of less than \$1 m	nillion			
<u>4.05400</u>	Sale or use of any durable	modical aquir	mont or prost	thatia davi	a prescribed by a
<u>+.03+00</u>	<u>physician</u>	<u>inculcai cquip</u>	ment of pros		<u>lee presented by a</u>
	Statute	§48-8-3(54)			
	Year Enacted	1992			
	Year Effective	1993			
	Data Source		of National I	Health Exi	penditures and the
	Data Source		penditure Pan	-	penditures and the
	Estimate Reliability	Class B			
	Data Reliability	Class A			
	Note				
	<b>Description:</b> Sale or use of	f any durable	medical equip	pment or p	prosthetic device
			_	_	

	prescribed by	· ·		-	n Millions)
	State Tax Expenditure		<u>2018</u> 36	<u>2019</u> 38	$\frac{2020}{41}$
	Local Tax Expenditure (m) Denotes a value of less than \$1 m	illion	27	28	30
<u>4.05500</u>	<u>Sale of Georgia lottery tick</u> Statute Year Enacted	<u>cets</u> §48-8-3(55) 1992			
	Year Effective	1992			
	Data Source	Georgia Lotter	ry Commiss	sion Annu	al Report
	Estimate Reliability	Class A			
	Data Reliability Note	Class A			
	<b>Description:</b> Sale of lotter	v tickets authori	zed by O.C	.G.A Cha	pter 27 of Title 50.
	L				n Millions)
			<u>2018</u>	<u>2019</u>	<u>2020</u>
	State Tax Expenditure		175	180	186
	Local Tax Expenditure (m) Denotes a value of less than \$1 m	illion	129	133	137
<u>4.05600</u>	Sale by any qualified nonp		her organiz	ation	
	Statute Year Enacted	§48-8-3(56) 1995			
	Year Effective	1995			
	Data Source		t Teacher A	Association	n and IRS Form 990 data
	Estimate Reliability	Class C			
	Data Reliability	Class B			
	Note <b>Description:</b> Sale by any c	ualified nonpro-	fit narent-te	eacher org	anization
	Description. Sale by any c				n Millions)
			2018	2019	<u>2020</u>
	State Tax Expenditure		(m)	(m)	(m)
	Local Tax Expenditure (m) Denotes a value of less than \$1 m	villion	(m)	(m)	(m)
	(iii) Denotes a value of less than \$1 iii	linion			
<u>4.05700</u>	Food purchased for off-pre		tion_		
	Statute Veen Enceted	48-8-3(57)			
	Year Enacted Year Effective	1996 1998			
	Data Source	U.S. Consume	r Expenditi	ire Survey	I
	Estimate Reliability	Class B	- <u></u>		
	Data Reliability	Class B			
	Note	1 1	1 6 1 '	1. (	1.1 1.
	<b>Description:</b> Exemption ap		-		d, or dehydrated form,
		-			and are consumed for their
		-			holic beverages, tobacco,
	immediate co	onsumption item	s, vitamins	, and mine	erals. It does not apply to
	-				/ for medical or hygiene
	purposes (co	ugn drops, breat	n strips, ov	er the cou	nter medication, etc.).

		St	ate Fiscal	Years (\$ ii	n Millions)
			2018	2019	<u>2020</u>
	State Tax Expenditure		596	618	635
	Local Tax Expenditure	1.	0	0	0
	(m) Denotes a value of less than \$1 mil	lion			
4.05710	Sales of food and beverages	to a qualified for	ood bank (	expires Ju	ne 30, 2021)
	Statute	§48-8-3(57.1)		-	
	Year Enacted	2006			
	Year Effective	2006			
	Data Source	Fiscal Note for	HB 763 L	C 4302938	S (2014)
	Estimate Reliability	Class B			
	Data Reliability	Class B	Contractor	11.1.1.1.1.1.0	0006
	Note	-			2006 and expired June 30,
		2010. Current 6 2014 and June 3		applies to	r sales between July 1,
	<b>Description:</b> Sales of food a		· ·	d food ba	nk (expires June 30
	2021)	and beverages to	) a quanne	u 100u 0u	ik (expires june 50,
		St	ate Fiscal	Years (\$ ii	n Millions)
			<u>2018</u>	<u>2019</u>	<u>2020</u>
	State Tax Expenditure		1	1	1
	Local Tax Expenditure (m) Denotes a value of less than \$1 mil	1.	1	1	1
	(m) Denotes a value of less than \$1 mil	поп			
<u>4.05720</u>	Exemption for prepared foo	d and food ingre	edients that	t are donat	ed to a qualified
	nonprofit agency and used f	-	purposes		
	Statute	§48-8-3(57.2)			
	Year Enacted	2015			
	Year Effective	2015		C 42 0101	9 (2015)
	Data Source	Fiscal Note for Class A	HB /63 L	C 43 0191	S (2015)
	Estimate Reliability Data Reliability	Class A Class A			
	Note		was elimi	nated in 2	011 and reinstated in
		1			expire on June 30, 2020.
	<b>Description:</b> The use of foc				
					f purposes. "Qualified
					npt under section
				-	ovides hunger relief.
	Does not inclu	ide drugs or ove		-	
		St			n Millions)
	State Tex Expenditure		$\frac{2018}{2}$	<u>2019</u>	$\frac{2020}{2}$
	State Tax Expenditure Local Tax Expenditure		3 2	3 2	3 2
	(m) Denotes a value of less than \$1 mil	lion	2	2	2
<u>4.05730</u>	Exemption for food and foo	d ingredients the	at are dona	ted follow	ving a natural disaster and
	used for disaster relief	810 0 2157 2			
	Statute Year Enacted	§48-8-3(57.3) 2015			
	Year Effective	2013			

	natural disas	Fiscal Note for HB 445 LC 34 4571S (2015) Class C Class B This provision is scheduled to expire on June 30, 2020 For food and food ingredients that are donated following a ster and used for disaster relief and does not apply to any r the counter drugs. State Fiscal Years (\$ in Millions)
		<u>2018</u> <u>2019</u> <u>2020</u>
	State Tax Expenditure	(m) (m) (m)
	Local Tax Expenditure	(m) (m) (m)
	(m) Denotes a value of less than \$1 m	nillion
<u>4.05900</u>	Sale of eligible food and b	beverages by any Girl or Boy Scout council
	Statute	§48-8-3(59)
	Year Enacted	1996
	Year Effective	1996
	Data Source	The American Community Survey, IRS Form 990 data, and
		Girl Scouts of America annual report
	Estimate Reliability	Class B
	Data Reliability Note	Class B
		d or food ingredients to and by member councils of the Girl
	-	by Scouts of America in connection with fundraising activities.
	Secure of Be	State Fiscal Years (\$ in Millions)
		<u>2018</u> 2019 2020
	State Tax Expenditure	<u> </u>
	Local Tax Expenditure (m) Denotes a value of less than \$1 r	nillion 1 1 1
<u>4.06000</u>	-	and equipment used to improve air quality in a clean room of
	Class 100,000 or less	
	Statute	§48-8-3(60)
	Year Enacted	2000
	Year Effective	2001
	Data Source	Fiscal Note for HB 445 LC 34 4571S (2015)
	Estimate Reliability	Class C
	Data Reliability	Class C
	Note	Estimate combined with 4.06700
		ain machinery and equipment used to improve air quality in a
		of Class 100,000 or less when incorporated into ications manufacturing facility.
	telecommun	State Fiscal Years (\$ in Millions)
		2018 2019 2020
	State Tax Expenditure	$\begin{array}{cccccccccccccccccccccccccccccccccccc$
	Local Tax Expenditure	(m) $(m)$ $(m)$
	(m) Denotes a value of less than \$1 r	
<u>4.06200</u>	Sod grass sold in the origi	nal state of production by the sod producer, employee of the
<b>T+UU</b> 200		
	producer or family memb	er of the broducer
	producer, or family memb Statute	
	producer, or family memb Statute Year Enacted	§48-8-3(62) 1998

	Year Effective	e	1998				
	Data Source		U.S. Census of Agriculture, the U.S. Economic Census, and				
			the Annual Survey of Sod Producers				
	Estimate Reli	ability	Class B	2			
	Data Reliabili	•	Class A				
	Note	2					
	<b>Description:</b>	Sod grass sole	d in the origina	al state of pr	oduction l	by the sod proc	lucer,
	-	-	the producer, o	-		• •	
		exemption do	es not apply to	sales from	a nursery	or other places	s where
		plants are sole	d.				
				State Fiscal	Years (\$	in Millions)	
				<u>2018</u>	2019	<u>2020</u>	
	State Tax Exp	oenditure		3	3	3	
	Local Tax Ex (m) Denotes a value	penditure le of less than \$1 mi	illion	2	2	2	
<u>4.06300</u>		handise when	paid with func	ls from the (	Georgia C	rime Victims I	Emergency
	<u>Fund</u>		840 0 2(62)				
	Statute Year Enacted		§48-8-3(63) 1998				
	Year Effective		1998				
	Data Source	C		Crime Ren	ort and the	e National Offi	ce for
	Data Source		Victims of Ci				
	Estimate Reli	ability	Class C				
	Data Reliabili	•	Class C				
	Note		chubb c				
		The sale or us	se of funeral m	erchandise.	outer buri	al containers.	and
	<b>I</b> • • •		kers as defined				
			ceived from th				
			r 15 of Title 17	-		E .	,
		-		State Fiscal	Years (\$	in Millions)	
				2018	2019	2020	
	State Tax Exp	oenditure		(m)	(m)	(m)	
	Local Tax Ex			(m)	(m)	(m)	
	(m) Denotes a valu	e of less than \$1 mi	illion				
<u>4.06500</u>	-		d exclusively	for operation	ns of vess	els or boats by	licensed
	<u>commercial f</u>	<u>ishermen</u>	840 0 2(65)				
	Statute		§48-8-3(65)				
	Year Enacted		NA				
	Year Effective	e	NA The Coursis	D	<b>CN</b>	1 D	14.10
	Data Source		Economic Ce	•	of Natura	ll Resources ar	ia the U.S.
	Estimate Reli	•	Class C				
	Data Reliabili	ty	Class C				
	Note				_		
	Description:		diesel fuel used		y for oper	ations of vesse	ls or boats
		by licensed co	ommercial fish	ermen.			

<u>4.06600</u>	State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$1 m <u>Sale of gold, silver, or plate</u> Statute Year Enacted	<u>inum bullion</u> §48-8-3(66) 2000	State Fiscal <u>2018</u> (m) (m)	Years (\$ i 2019 (m) (m)	n Millions) <u>2020</u> (m) (m)
	Year Effective Data Source Estimate Reliability Data Reliability Note	2000 U.S. Mint 20 Class C Class C	014 annual re	port	
	<b>Description:</b> Sale of gold,	silver, or plati			<b>.</b>
			State Fiscal 2018	Years (\$ 1 2019	n Millions) 2020
	State Tax Expenditure		$\frac{2010}{2}$	2	2
	Local Tax Expenditure (m) Denotes a value of less than \$1 m	illion	1	1	1
<u>4.06700</u>	Sale of coins or currency Statute Year Enacted Year Effective Data Source Estimate Reliability	Class C	Numismatist	s Guild	
	Data Reliability Note	Class C			
	<b>Description:</b> Sale of coins	or currency.	State Fiscal	Years (\$ i	n Millions)
			<u>2018</u>	<u>2019</u>	<u>2020</u>
	State Tax Expenditure		1	1	1
	(m) Denotes a value of less than \$1 m	illion	1	1	1
<u>4.06810</u>	High-Tech Data Center Eq	uipment Exen	nption		
	Statute	§ 48-8-3(68.	.1)		
	Year Enacted Year Effective	2018 2018			
	Data Source		for HB 696 L	C 43 0923	3S (2018)
	Estimate Reliability	Class A			
	Data Reliability Note	Class A			
	<b>Description:</b> Exemption for minimum inv		hold of \$250 iral/systems r State Fiscal	million ov equiremer Years (\$ i	ver ten years, and certain nts n Millions)
	State Tax Expenditure		$\frac{2018}{0}$	<u>2019</u> 8	<u>2020</u> 15
	Local Tax Expenditure (m) Denotes a value of less than \$1 m	illion	0	6	11

<u>4.06900</u>	Sales of machinery and e	quipment and ma	terial incon	rporated a	nd used in a clean i	<u>coom of</u>
	Class 100 or less					
	Statute	§48-8-3(69)				
	Year Enacted	2000				
	Year Effective	2001				
	Data Source	Fiscal Note for	r HB 445 I	LC 34 457	1S (2015)	
	Estimate Reliability	Class C				
	Data Reliability	Class C				
	Note	Estimate Com	bined with	4.06000		
	<b>Description:</b> Sales of ma	chinery, equipme	nt, and ma	terial inco	rporated and used	in
	construction	n or operation of a	t clean roo	m of Clas	s 100 or less when	the
	clean room	is used directly ir	the manu	facture of	tangible personal p	property.
		S	tate Fiscal	l Years (\$	in Millions)	
			2018	2019	<u>2020</u>	
	State Tax Expenditure		Estimat	te Combin	ed with	
	Local Tax Expenditure			4.06000		
	(m) Denotes a value of less than \$1	million				
<u>4.07000</u>	Sale of natural gas used d	lirectly in the mar	ufacture o	of electrici	ty	
	Statute	§48-8-3(70)				
	Year Enacted	1999				
	Year Effective	2000				
	Data Source	U.S. Energy Ir	offormation	Administ	ration	
	Estimate Reliability	Class B				
	Data Reliability	Class A				
	Note					
	<b>Description:</b> Sale of natu which is sul	ral or artificial gates background by the second	s used dire	ectly in the	e manufacture of el	lectricity
		· ·	tate Fiscal	Years (\$	in Millions)	
			2018	2019	2020	
	State Tax Expenditure		54	63	73	
	State Tax Expenditure		0	0	0	
	(m) Denotes a value of less than \$1	million				
<u>4.07100</u>	Sale to or by an organizat	tion whose prima	y purpose	is to raise	funds for books,	
	materials, and programs f	for public libraries	3			
	Statute	§48-8-3(71)				
	Year Enacted	1999				
	Year Effective	2000				
	Data Source	National Cente	er for Char	itable Stat	istics	
	Estimate Reliability	Class B				
	Data Reliability	Class B				
	Note					
	<b>Description:</b> Sale to or by	y an organization	whose pri	mary purp	ose is to raise fund	ls for
	books, mate	erials, and program	ns for pub	lic librarie	s.	
		S	tate Fiscal	l Years (\$	in Millions)	
			2018	<u>2019</u>	<u>2020</u>	
	State Tax Expenditure		(m)	(m)	(m)	
	Local Tax Expenditure		(m)	(m)	(m)	
	(m) Denotes a value of less than \$1	million				

4.07200	Sale of prescribed mobilit	ty enhancing equipment
	Statute	§48-8-3(72)
	Year Enacted	1999
	Year Effective	2000
	Data Source	State Health Expenditures from the Centers for Medicare
		and Medicaid Services and the Medical Expenditure Panel
		Survey
	Estimate Reliability	Class B
	Data Reliability	Class B Class B
	Note	Class B
		or use by a patient of all mobility enhancing equipment
	—	by a physician.
	presented t	
		State Fiscal Years (\$ in Millions)
		$\frac{2018}{1}$ $\frac{2019}{1}$ $\frac{2020}{1}$
	State Tax Expenditure	1 1 1
	Local Tax Expenditure	1 1 1
	(m) Denotes a value of less than \$1	million
4.07600	Examption for personal p	roperty used in the renovation or expansion of an aquarium
4.07000	Statute	48-8-3(76)
	Year Enacted	2015
	Year Effective	2015
	Data Source	Fiscal Note for HB 238 LC 28 7425 (2015)
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	This exemption is set to expire January 1, 2022.
		of tangible personal property used for or in the renovation or
		f an aquarium located in this state that charges admission and is
	owned or op	perated by an organization that is tax exempt under $501(c)(3)$ .
	Qualifying a	aquarium must pay tax and apply for refund.
		State Fiscal Years (\$ in Millions)
		<u>2018 2019 2020</u>
	State Tax Expenditure	1 1 1
	Local Tax Expenditure	2 2 2
	(m) Denotes a value of less than \$1	million
<u>4.08100</u>	The purchase of food and	nonalcoholic beverages provided at no charge aboard a
	qualified airline	
	Statute	§48-8-3(81)
	Year Enacted	2005
	Year Effective	2005
	Data Source	Bureau of Transportation Statistics
	Estimate Reliability	Class B
	Data Reliability	Class B
	Note	
		se of food and nonalcoholic beverages provided at no charge
		alified airline not including alcohol or tobacco.
	abbard a qua	State Fiscal Years (\$ in Millions)
	State Terr Frence 114	$\frac{2018}{4}$ $\frac{2019}{4}$ $\frac{2020}{4}$
	State Tax Expenditure	$\begin{array}{cccccccccccccccccccccccccccccccccccc$
	Local Tax Expenditure (m) Denotes a value of less than \$1	million 3 3 3
	(iii) Denotes a value of less than \$1	IIIIIIOII
		1 <b>52</b>   D o c o

4.08300	Sale of biomass materials	used to produce elec	etricity of	or steam ii	ntended for sale
	Statute	§48-8-3(83)	•		
	Year Enacted	2006			
	Year Effective	2006			
	Data Source		3 1018	LC 18 493	36 (2009) and the U.S.
		Energy Information			
	Estimate Reliability	Class B	/11 / 10/11	moudion	
	Data Reliability	Class A			
	Note				
	<b>Description:</b> The sale or u	se of biomass mater	ial incl	uding nel	lets or other fuels derived
					naterial, utilized in the
		f energy, including			
	electricity an			mmuunon	the production of
	cicculotty un		Fiscal	Years (\$ i	n Millions)
			<u>018</u>	-	
	State Tax Expenditure	=	1	1	2020
	Local Tax Expenditure		1	1	1
	(m) Denotes a value of less than \$1 m	illion	1	1	1
<u>4.08600</u>	Sales of engines, parts, equ	ipment and other ta	ngible	personal p	roperty used in the
	maintenance or repair of c	ertain aircraft	• •		÷ •
	Statute	§48-8-3(86)			
	Year Enacted	2009			
	Year Effective	2009			
	Data Source	Fiscal Note for HI	3 933 L	C 40 0540	0 (2014)
	Estimate Reliability	Class C			
	Data Reliability	Class C			
	Note				
	Description: The sale or u	se of engines, parts,	equipn	nent, and o	other tangible personal
			-		aft when such engines,
					erty are installed on such
				ned in this	state, so long as such
	aircraft is no	registered in this st			
		State	Fiscal		n Millions)
		<u>2</u>	018	<u>2019</u>	<u>2020</u>
	State Tax Expenditure		17	17	17
	Local Tax Expenditure		13	13	13
	(m) Denotes a value of less than \$1 n	illion			
<u>4.08700</u>	Sales of tangible personal	property used to ren	ovate o	r evnand a	a zoological institution
4.00700	(expires June 30, 2018)	property used to rem	ovate o		20010gicar institution
	Statute	§48-8-3(87)			
	Year Enacted	2009			
	Year Effective	2009			
	Data Source	Fiscal Note for HI	R 428 I	C 40 082	7 (2015)
	Estimate Reliability	Class C	J 420 L	C 40 002	(2013)
	Data Reliability	Class C			
	Note	Class C			
	<b>Description:</b> Sales of tang	ible personal proper	ty used	to renova	te or expand a non-profit
			-		ges for admission, exhibits,
					nimals other than fish,
			p-11		

and has received accreditation from the association of zoos and aquarity, and is owned or operated by an organization that is tax exempt under section 501(c)(3) of the Internal Revenue Code. Exemption cannot exceed \$350,000 per institution and the exemption expires June 30, 2018. State Fiscal Years (\$ in Millions) 2018 2019 2020 (m) 0 0 State Tax Expenditure 0 0 0 Local Tax Expenditure (m) Denotes a value of less than \$1 million 4.09300 Sale of tangible personal property used for and in the construction of a competitive project of regional significance, for the period commencing January 1, 2012, until June 30, 2019 Statute § 48-8-3(93) Year Enacted 2012 Year Effective 2012 Data Source Fiscal Note for HB 958 LC 34 4112-EC (2014) **Estimate Reliability** Class B Class B Data Reliability Note **Description:** For the period commencing January 1, 2012, until June 30, 2019, sales of tangible personal property used for and in the construction of a competitive project of regional significance. The exemption applies to purchases made during the entire time of construction of the competitive project of regional significance so long as such project meets the definition of a "competitive project of regional significance" within the period commencing January 1, 2012, until June 30, 2016. State Fiscal Years (\$ in Millions) 2018 2019 2020 9 State Tax Expenditure 9 4 7 7 Local Tax Expenditure 3 (m) Denotes a value of less than \$1 million 4.09400 The sale, use, consumption, or storage of materials, containers, labels, sacks, or bags used for packaging tangible personal property for shipment or sale Statute § 48-8-3(94) Year Enacted 2014 Year Effective 2014 Data Source Bureau of Economic Analysis **Estimate Reliability** Class B Data Reliability Class B Estimate Combined with 4.3.3 Note **Description:** The sale, use, consumption, or storage of materials, containers, labels, sacks, or bags used for packaging tangible personal property for shipment or sale. To qualify for the packaging exemption, the items shall be used solely for packaging and shall not be purchased for reuse. The packaging exemption shall not include materials purchased at a retail establishment for consumer use.

			State Fiscal	Vears (\$	in Millions)	
		,	2018	2019	<u>2020</u>	
	State Tax Expenditure			e Combin		
	Local Tax Expenditure		Lotinu	4.3.3		
	(m) Denotes a value of less than \$1 m	nillion				
4.09700	Sales of admission to a no	nrecurring maio	r sporting e	went		
<b>4.0</b> 7700	Statute	§48-8-3(97)	<u>i sporting c</u>	<u>vent</u>		
	Year Enacted	2016				
	Year Effective	2010				
	Data Source	Fiscal Note for	r HR 951 I	C 34 480	5 (2016)	
	Estimate Reliability	Class B	1 IID 931 I	20 34 400	5 (2010)	
	Data Reliability	Class B				
	Note	Cluss D				
	<b>Description:</b> Sales of adm	nissions to nonre	curring ma	ior sportir	g events in this st	ate that
	_	to generate ove			-	are mar
	I I I I I I I I I I I I I I I I I I I	•			in Millions)	
			2018	2019	2020	
	State Tax Expenditure		3	1	3	
	Local Tax Expenditure		3	1	3	
	(m) Denotes a value of less than \$1 r	nillion				
4.09800	Sales of tangible personal	property and set	rvices to a d	qualified j	ob training organi	zation
	Statute	§48-8-3(98)				
	Year Enacted	2016				
	Year Effective	2016				
	Data Source	Fiscal Note for	or HB 924 I	LC 34 490	6S (2016)	
	Estimate Reliability	Class A				
	Data Reliability	Class A				
	Note					
	<b>Description:</b> Sales of tang					
	e e	located in this s	tate when s	such organ	nization is tax exe	mpt under
	501(c)(3).		State Fiscal	Years (\$	in Millions)	
			2018	2019	2020	
	State Tax Expenditure		1	1	1	
	Local Tax Expenditure		0	0	0	
	(m) Denotes a value of less than \$1 r	nillion				
<u>4.09900</u>	Exemption for expenses re	elated to the rend	ovation or e	expansion	of qualified theat	res
	Statute	§48-8-3(99)		-	-	
	Year Enacted	2017				
	Year Effective	Transactions of	occurring o	n or after	July 1, 2017	
	Data Source	Fiscal Note H	B 265 LC 3	34 5180S	(2017)	
	Estimate Reliability	Class B				
	Data Reliability	Class B				
	Note	Provision exp	ires Decem	ber 30, 20	)18	
	<b>Description:</b> A sales tax e					rty used
	for or in the	renovation or ex	pansion of	a qualifie	d theatre.	

201820192020 (m)State Tax Expenditure (m) Denotes a value of test than \$1 million(m)(m)04.10000Exemption for sales of tickets to a qualified fine arts performance or exhibition StatuteStatute\$4.8-8-3(100) Year EffectiveVear Enacted Varat Source2017 Fiscal Note HB 265 LC 34 51805 (2017) Estimate Reliability Data Source qualified fine arts performance or exhibition. Statute Issue Provision expires June 30, 2020Description:A sales tax exemption sales of tickets, fees, or charges for admission to a qualified fine arts performance or exhibition. State Fiscal Note HB 265 LC 34 51805 (2017)State Tax Expenditure Local Tax Expenditure Description:2018 Y ears (S in Millions)4.10100The sale of certain written material by a nonprofit Statute Statute Year Effective Year Effective 2018 Year Effective Year Effective Year Effective 2018 Data Reliability Class B Data Reliability Data Reliability Class B Data Reliability Class B Data Reliability Class B Data Reliability Data Reliability Class B Data Reliability Class B Data Reliability Data Reliability Class B Data				State Fiscal	Years (\$	in Millions)	
Local Tax Expenditure (m) (m) 0         4.10000       Exemption for sales of tickets to a qualified fine arts performance or exhibition Statute §48-8-3(100) Year Enacted 2017 Year Effective Transactions occurring on or after April 25, 2017 Data Source Fiscal Note HB 265 L.C 34 5180S (2017) Estimate Reliability Class B Data Reliability Class B Note Provision expires June 30, 2020 Description: A sales tax exemption sales of tickets, fees, or charges for admission to a qualified fine arts performance or exhibition. State Fiscal Years (\$ in Millions)         Statute Tax Expenditure 4       4       4         Local Tax Expenditure 5       5       5         The sale of certain written material by a nonprofit (m) Denotes a value of less than \$1 million       Statute §48-8-3(101) Year Effective 2018 Data Source Fiscal Note HB 217 (2018) Estimate Reliability Class B Data Reliability Class B Data Reliability Class B Data Reliability Class B       State Fiscal Years (\$ in Millions)         Jote The sale or use of noncommercial written materials or mailings by an organization which is exemption expires. July 1, 2021.       Description: The sale or use of noncommercial written materials or mailings by an organization which is exemption subto in located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption subla and lapply from July 1, 2018 until July 1, 2021.         Statute State Tax Expenditure 0       7       8         4.10200       Partial exemption for qualified manufactured homes       5         Statute 10       2018       2019       2020					-		
<ul> <li>(m) Denotes a value of less than \$1 million</li> <li><b>4.10000</b> Exemption for sales of tickets to a qualified fine arts performance or exhibition Statute \$48.8-3(100) Year Effective Transactions occurring on or after April 25, 2017 Data Source Fiscal Note HB 265 LC 34 5180S (2017) Estimate Reliability Class B Data Reliability Class B Note Provision expires June 30, 2020</li> <li><b>Description:</b> A sales tax exemption sales of tickets, fees, or charges for admission to a qualified fine arts performance or exhibition. State Tax Expenditure <u>4</u> 2019 2020</li> <li>State Tax Expenditure <u>4</u> 2019 2020</li> <li>State Tax Expenditure <u>5</u> 5 5</li> <li>(m) Denotes a value of less than \$1 million</li> <li><b>4.10100</b> The sale of certain written material by a nonprofit Statute \$48.8-3(101) Year Effective 2018 Data Reliability Class B Note Fiscal Note HB 217 (2018) Estimate Reliability Class B Note This exemption expires July 1, 2021.</li> <li><b>Description:</b> The sale of use of noncommercial written materials or mailings by an organization which is exemption expires July 1, 2021.</li> <li><b>Description:</b> The sale of use of noncommercial written materials or mailings by an organization which is exemption expires July 1, 2021.</li> <li><b>Description:</b> The sale or use of noncommercial written materials or mailings by an organization which is exemption expires for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.</li> <li><b>State Tax Expenditure</b> 0 7 8 Local Tax Expenditure</li> <li>9 6 6 6</li> <li>9 7 8 Local Tax Expenditure</li> <li>9 7 8 Local Tax Expenditure</li> <li>9 7 8 Local Tax Expenditure</li> <li>9 8 6 6</li> <li>9 8 10 10 10 10 10 10 10 10 10 10 10 10 10</li></ul>		State Tax Expenditure		(m)	(m)	0	
<ul> <li>4.10001 Exemption for sales of tickets to a qualified fine arts performance or exhibition Statute §48-8-3(100) Year Efacted 2017 Year Effective Transactions occurring on or after April 25, 2017 Data Source Fiscal Note HB 265 LC 34 5180S (2017) Estimate Reliability Class B Note Provision expires June 30, 2020 Description: A sales tax exemption sales of tickets, fees, or charges for admission to a qualified fine arts performance or exhibition. State Fiscal Years (\$ in Millions)</li> <li>4.10100 The sale of certain written material by a nonprofit Statute \$48-8-3(101) Year Encided 2018 Year Effective 2018 Data Source Fiscal Note HB 217 (2018) Estimate Reliability Class B Data Reliability Class B Note This exemption expires. This extention shall apply from July 1, 2018 until July 1, 2021.</li> <li>State Tax Expenditure 0 6 6 more reliability Class I Note</li> <li>4.10200 Partial exemption for qualified manufactured homes State Tax Expenditure 0 6 6 ton Denotes a value of less than \$1 million</li> <li>4.10200 Partial exemption for qualified manufactured homes Statue \$48-8-3(102) Year Enacted 2018 Year Effective 2018 Data Source Fiscal Note HB 871 LC 43 0891S (2018) Estimate Reliability Class B Data Reliability Class B Note</li> </ul>		Local Tax Expenditure		(m)	(m)	0	
Statute       §48-8-3(100)         Year Effective       2017         Year Effective       Transactions occurring on or after April 25, 2017         Data Source       Fiscal Note HB 265 LC 34 5180S (2017)         Estimate Reliability       Class B         Note       Provision expires June 30, 2020         Description: A sales tax exemption sales of tickets, fees, or charges for admission to a qualified fine arts performance or exhibition.         State Tax Expenditure       2018         2018       2019       2020         State Tax Expenditure       5       5         (m) Denotes a value of less than \$1 million       State Tax Expenditure       5         410100       The sale of certain written material by a nonprofit       Statute         Statute       \$48-8-3(101)       Year Enacted       2018         Year Enfective       2018       Data Source       Fiscal Note HB 217 (2018)         Estimate Reliability       Class B       Note       This sate or use of noncommercial written materials or mailings by an organization which is exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exemption troin statation is hoteate in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018		(m) Denotes a value of less than \$1 m	illion				
Year Enacted       2017         Year Effective       Transactions occurring on or after April 25, 2017         Data Source       Fiscal Note HB 265 LC 34 5180S (2017)         Estimate Reliability       Class B         Data Reliability       Class B         Note       Provision expires June 30, 2020         Description:       A sales tax exemption sales of tickets, fees, or charges for admission to a qualified fine arts performance or exhibition.         State Tax Expenditure       4         4       2019         2010       State Tax Expenditure         5       5         (m) Denotes a value of less than \$1 million         Attend the set of certain written material by a nonprofit         Statute       \$48-8-3(101)         Year Effective       2018         Data Source       Fiscal Note HB 217 (2018)         Estimate Reliability       Class B         Note       This exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is sets exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2021.         State Fiscal Years (\$ in M	<u>4.10000</u>	Exemption for sales of tick	ets to a qualifi	ed fine arts p	performan	ce or exhibition	
Year Effective       Transactions occurring on or after April 25, 2017         Data Source       Fiscal Note HB 265 LC 34 5180S (2017)         Estimate Reliability       Class B         Note       Provision expires June 30, 200         Description: A sales tax exemption sales of tickets, fees, or charges for admission to a qualified fine arts performance or exhibition.         State Tax Expenditure       4       4         Local Tax Expenditure       5       5         (m) Denotes a value of less thun \$1 million       5       5         41010         Year Effective 2018         Data Reliability         Year Sign Certain written material by a nonprofit         State Tax Expenditure         \$4.10100       The sale of certain written material by a nonprofit         Statute         \$48-8-3(101)         Year Effective       2018         Data Source       Fiscal Note HB 217 (2018)         Estimate Reliability       Class B         Data Reliability       Class B         Data Source       This exemption expires July 1, 2021.         Description: The sale or use of noncommercial written materials or canilings by an organization which is exempt from taxation under Section 501 (c)(3) of the Internal Revenue Code, if the org			-	-			
Data Source       Fiscal Note HB 265 LC 34 5180S (2017)         Estimate Reliability       Class B         Data Reliability       Class B         Note       Provision expires June 30, 2020         Description:       A sales tax exemption sales of tickets, fees, or charges for admission to a qualified fine arts performance or exhibition.         State Tax Expenditure       4       4         Local Tax Expenditure       5       5         (m) Denotes a value of less than S1 million       5       5         State Tax Expenditure material by a nonprofit         Statute       \$48-8-3(101)       Year Effective         Year Effective       2018       Data Source       Fiscal Note HB 217 (2018)         Estimate Reliability       Class B       Note       This exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemptional, papely from July 1, 2018         Estate Tax Expenditure       0       6       6         (m) Denotes a value of less than S1 million       State Fiscal Years (\$ in Millions)         Addition Wich is exempt from taxation under		Year Enacted	2017				
Estimate Reliability       Class B         Data Reliability       Class B         Note       Provision expires June 30, 2020         Description:       A sales tax exemption sales of tickets, fees, or charges for admission to a qualified fine arts performance or exhibition.         State Tiax Expenditure       4         4       4         Local Tax Expenditure       5         (ii) Denotes a value of less than \$1 million         4.10100       The sale of certain written material by a nonprofit         Statute       §44.8-8-3(101)         Year Enacted       2018         Year Effective       2018         Data Source       Fiscal Note HB 217 (2018)         Estimate Reliability       Class B         Note       This exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0         0       6         10100       Partial exemption for qualified manufactured homes         State Tax Expenditure       0		Year Effective	Transactions	occurring or	n or after A	April 25, 2017	
Data Reliability       Class B Note       Provision expires June 30, 2020         Description:       A sales tax exemption sales of tickets, fees, or charges for admission to a qualified fine arts performance or exhibition.         State Fiscal Years (\$ in Millions)         2018       2020         State Tax Expenditure       4       4       4         Local Tax Expenditure       5       5       5         (m) Denotes a value of less than \$1 million       a nonprofit       statute       \$48-8-3(101)         Year Enacted       2018       zeremetion       zeremetion         Year Effective       2018       zeremetion spires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exemption expires July 1, 2021.       Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0       6       6         (m) Denotes a value of less than \$1 million       Zeo19       Zeo20       Zeo20         State Tax Expenditure       0       6       6       2 <th< th=""><th></th><th>Data Source</th><th>Fiscal Note I</th><th>HB 265 LC 3</th><th>4 5180S (</th><th>(2017)</th></th<>		Data Source	Fiscal Note I	HB 265 LC 3	4 5180S (	(2017)	
Note       Provision expires June 30, 2020         Description: A sales tax exemption sales of tickets, fees, or charges for admission to a qualified fine arts performance or exhibition.         State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       4       4       4         Local Tax Expenditure       5       5       5         (m) Denotes a value of less than \$1 million       Statute       \$48-8-3(101)         Year Effective       2018       2017 (2018)         Data Source       Fiscal Note HB 217 (2018)       Estimate Reliability       Class B         Data Reliability       Class B       Data Source       Fiscal Note HB 217 (2018)         Estimate Reliability       Class B       Data Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0       6       6 <t< th=""><th></th><th>Estimate Reliability</th><th>Class B</th><th></th><th></th><th></th></t<>		Estimate Reliability	Class B				
Description: A sales tax exemption sales of tickets, fees, or charges for admission to a qualified fine arts performance or exhibition.         State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       4       4       4         Local Tax Expenditure       5       5       5         (m) Denotes a value of less thm \$1 million         41.0100       The sale of certain written material by a nonprofit         Statute       \$48-8-3(101)         Year Enacted       2018       2019       2020         Statute       \$48-8-3(101)       Year Enacted       2018         Data Source       Fiscal Note HB 217 (2018)       Estimate Reliability       Class B         Data Reliability       Class B       Note       This exemption expires July 1, 2021.         Description: The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018         State Tax Expenditure       0       6       6         (m) Denotes a value of less thm \$1 million       2019 <td< th=""><th></th><th>Data Reliability</th><th>Class B</th><th></th><th></th><th></th></td<>		Data Reliability	Class B				
qualified fine arts performance or exhibition.         State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       4       4         Local Tax Expenditure       5       5         (m) Denotes a value of less than \$1 million       5       5         4.10100       The sale of certain written material by a nonprofit Statute       §48-8-3(101)         Year Effective       2018       2018         Year Effective       2018       2012.         Data Reliability       Class B       Data Source         Data Reliability       Class B         Note       This exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0       6         (m) Denotes a value of less than \$1 million       2018       2019       2020         State Tax Expenditure       0       6       6       6         (m) Denotes a value of less than \$1 million       2018       2019		Note	Provision exp	pires June 30	), 2020		
State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       5       5         (m) Denotes a value of less than \$1 million       5       5         4.10100       The sale of certain written material by a nonprofit Statute       §48-8-3(101) Year Enacted       2018         Year Effective       2018       Estimate Reliability       Class B         Data Source       Fiscal Note HB 217 (2018)       Estimate Reliability       Class B         Note       This exemption expires July 1, 2021.       Description: The sale of our cuso of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       2018       2019       2020         State Tax Expenditure       0       6       6         (m) Denotes a value of less than \$1 million       State Fiscal Years (\$ in Millions)         4.10200       Partial exemption for qualified manufactured homes       5         Statute       §48-8-3(102)       2018       2018         Year Effective       2018       2018       2018         Yea						arges for admission to a	
2018       2019       2020         State Tax Expenditure       4       4       4         Local Tax Expenditure       5       5       5         (m) Denotes a value of less than \$1 million       5       5       5         4.10100       The sale of certain written material by a nonprofit       5       5       5         Statute       \$48-8-3(101)       Year Enacted       2018       2018       2019       2021.         Estimate Reliability       Class B       Data Source       Fiscal Note HB 217 (2018)       Estimate Reliability       Class B         Note       This exemption expires July 1, 2021.       Description: The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0       7       8         Local Tax Expenditure       0       6       6         (m) Denotes a value of less than \$1 million       7       8         4.10200       Partial exemption for qualified manufactured homes       5       5         Statute       \$48-8-3(102)       2019		qualified fine	arts performa	nce or exhibi	ition.		
State Tax Expenditure       4       4       4         Local Tax Expenditure       5       5       5         (m) Denotes a value of less than \$1 million       5       5       5         4.10100       The sale of certain written material by a nonprofit Statute       §48-8-3(101) Year Enacted       2018 Year Effective       2018 Data Source       Fiscal Note HB 217 (2018)         Estimate Reliability       Class B Data Reliability       Class B Data Reliability       Class B         Note       This exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0       7       2020         State Tax Expenditure       0       6       6         (m) Denotes a value of less than \$1 million       7       2020         Statut       §48-8-3(102) Year Enacted       2018 Z018       2019       2020         Year Effective       2018       2018       2018       2018         Local Tax Expenditure       0       6       6       2018 <th></th> <th></th> <th></th> <th>State Fiscal</th> <th>Years (\$</th> <th>in Millions)</th>				State Fiscal	Years (\$	in Millions)	
Local Tax Expenditure       5       5         4.10100       The sale of certain written material by a nonprofit Statute       §48-8-3(101) Year Enacted         Year Enacted       2018 Year Effective       2018 Data Source         Estimate Reliability       Class B         Note       This exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0         2018       2019         Z018       2019         State Tax Expenditure       0         0       6         (m) Denotes a value of less than \$1 million         4.10200       Partial exemption for qualified manufactured homes         Statute       §48-8-3(102) Year Effective         Year Effective       2018 Year Effective         Data Source       Fiscal Note HB 871 LC 43 0891S (2018)         Estimate Reliability       Class B         Data Reliability       Class B         Data Reliability       Class B         Data Reliability       Cl				<u>2018</u>	2019	<u>2020</u>	
<ul> <li>(m) Denotes a value of less than \$1 million</li> <li>4.10100 The sale of certain written material by a nonprofit Statute §48-8-3(101) Year Enacted 2018 Year Effective 2018 Data Source Fiscal Note HB 217 (2018) Estimate Reliability Class B Data Reliability Class B Note This exemption expires July 1, 2021.</li> <li>Description: The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.</li> <li>State Tax Expenditure 0 6 6 6 (m) Denotes a value of less than \$1 million</li> <li>4.10200 Partial exemption for qualified manufactured homes Statute §48-8-3(102) Year Effective 2018 Data Source Fiscal Note HB 871 LC 43 0891S (2018) Estimate Reliability Class B Data Reliability Class B</li> </ul>		State Tax Expenditure			4		
<ul> <li>4.10100 The sale of certain written material by a nonprofit Statute §48-8-3(101) Year Effective 2018 Data Source Fiscal Note HB 217 (2018) Estimate Reliability Class B Data Reliability Class B Note This exemption expires July 1, 2021.</li> <li>Description: The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.</li> <li>State Fiscal Years (\$ in Millions)</li> <li>2018 2019 2020 State Tax Expenditure 0 6 6</li> <li>(m) Denotes a value of less than \$1 million</li> <li>4.10200 Partial exemption for qualified manufactured homes Statute \$48-8-3(102) Year Effective 2018 Data Source Fiscal Note HB 871 LC 43 0891S (2018) Estimate Reliability Class B Data Reliability Class B</li> </ul>				5	5	5	
Statute       §48-8-3(101)         Year Enacted       2018         Year Effective       2018         Data Source       Fiscal Note HB 217 (2018)         Estimate Reliability       Class B         Data Reliability       Class B         Note       This exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0         0       7         8       Local Tax Expenditure         0       6         (m) Denotes a value of less than \$1 million         4.10200       Partial exemption for qualified manufactured homes         Statute       §48-8-3(102)         Year Effective       2018         Data Source       Fiscal Note HB 871 LC 43 0891S (2018)         Estimate Reliability       Class B         Data Reliability       Class B         Data Reliability       Class B         Data Reliability       Class B         Data Reliability       Class B     <		(m) Denotes a value of less than \$1 m	illion				
Statute       §48-8-3(101)         Year Enacted       2018         Year Effective       2018         Data Source       Fiscal Note HB 217 (2018)         Estimate Reliability       Class B         Data Reliability       Class B         Note       This exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0         0       7         8       Local Tax Expenditure         0       6         (m) Denotes a value of less than \$1 million         4.10200       Partial exemption for qualified manufactured homes         Statute       §48-8-3(102)         Year Effective       2018         Data Source       Fiscal Note HB 871 LC 43 0891S (2018)         Estimate Reliability       Class B         Data Reliability       Class B         Data Reliability       Class B         Data Reliability       Class B         Data Reliability       Class B     <	4.10100	The sale of certain written	material by a r	nonprofit			
Year Enacted       2018         Year Effective       2018         Data Source       Fiscal Note HB 217 (2018)         Estimate Reliability       Class B         Data Reliability       Class B         Note       This exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0       7       8         Local Tax Expenditure       0       6       6         (m) Denotes a value of less than \$1 million       2018       2019       2020         Statute       §48-8-3(102)       Year Effective       2018         Year Effective       2018       2018       2018)         Data Source       Fiscal Note HB 871 LC 43 0891S (2018)       Estimate Reliability         Class B       Data Reliability       Class B       Data Reliability       Class B         Data Reliability       Class B       Data Reliability       Class B       Data Reliability       Class B         Data Reliability       Class B <th></th> <th></th> <th>-</th> <th>-</th> <th></th> <th></th>			-	-			
Data Source       Fiscal Note HB 217 (2018)         Estimate Reliability       Class B         Data Reliability       Class B         Note       This exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0         Kate Tax Expenditure       0         O       7         B       2020         State Tax Expenditure       0         (m) Denotes a value of less than \$1 million         4.10200       Partial exemption for qualified manufactured homes         Statute       §48-8-3(102)         Year Enacted       2018         Year Effective       2018         Data Source       Fiscal Note HB 871 LC 43 0891S (2018)         Estimate Reliability       Class B         Data Reliability       Class B         Data Reliability       Class B         Data Reliability       Class B         Data Reliability       Class B         Note       Description: A parti		Year Enacted					
Data Source       Fiscal Note HB 217 (2018)         Estimate Reliability       Class B         Data Reliability       Class B         Note       This exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0         Kate Tax Expenditure       0         O       7         B       2020         State Tax Expenditure       0         (m) Denotes a value of less than \$1 million         4.10200       Partial exemption for qualified manufactured homes         Statute       §48-8-3(102)         Year Enacted       2018         Year Effective       2018         Data Source       Fiscal Note HB 871 LC 43 0891S (2018)         Estimate Reliability       Class B         Data Reliability       Class B         Data Reliability       Class B         Data Reliability       Class B         Data Reliability       Class B         Note       Description: A parti		Year Effective	2018				
<ul> <li>Estimate Reliability Class B Data Reliability Class B Note This exemption expires July 1, 2021.</li> <li>Description: The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.</li> <li>State Fiscal Years (\$ in Millions)</li> <li>2018 2019 2020 State Tax Expenditure 0 7 8 Local Tax Expenditure 0 6 6 6 (m) Denotes a value of less than \$1 million</li> <li>4.10200 Partial exemption for qualified manufactured homes Statute \$48-8-3(102) Year Enacted 2018 Year Effective 2018 Data Source Fiscal Note HB 871 LC 43 0891S (2018) Estimate Reliability Class B Data Reliability Class B Data Reliability Class B Note</li> <li>Description: A partial exemption from state sales and use tax for qualified manufactured</li> </ul>			Fiscal Note I	HB 217 (201	8)		
Data Reliability       Class B         Note       This exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0       7       8         Local Tax Expenditure       0       7       8         Local Tax Expenditure       0       6       6         (m) Denotes a value of less than \$1 million       410200       Partial exemption for qualified manufactured homes       5         Statute       \$48-8-3(102)       Year Effective       2018       2019       2018)         Year Effective       2018       Data Source       Fiscal Note HB 871 LC 43 0891S (2018)       5         Estimate Reliability       Class B       Data Reliability       Class B       Note         Data Reliability       Class B       Note       Note       Note				× ×	/		
Note       This exemption expires July 1, 2021.         Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure       0       7       8         Local Tax Expenditure       0       6       6         (m) Denotes a value of less than \$1 million       848-8-3(102)       Year Effective       2018         Year Effective       2018       2018       2018)         Year Effective       2018       2018)       2018)         Year Effective       2018       2018)       2018)         Statute       §48-8-3(102)       Year Effective       2018)         Year Effective       2018       2018)       2018)         Data Source       Fiscal Note HB 871 LC 43 0891S (2018)       2018)         Estimate Reliability       Class B       Data Reliability       Class B         Data Reliability       Class B       Note       Description: A partial exemption from state sales and use tax for qualified manufactured			Class B				
Description:       The sale or use of noncommercial written materials or mailings by an organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Tax Expenditure         0       7       8         Local Tax Expenditure       0       6       6         (m) Denotes a value of less than \$1 million       1       2018       2020         Year Endected       2018       2020       2020         Year Effective       2018       2020       2020         Year Effective       2018       2019       2020         Year Effective       2018       2019       2020         Year Effective       2018       2018       2018         Data Source       Fiscal Note HB 871 LC 43 0891S (2018)       2018)         Estimate Reliability       Class B       Data Reliability       Class B         Note       Description:       A partial exemption from state sales and use tax for qualified manufactured		-	This exempti	on expires Ju	uly 1, 202	1.	
Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Fiscal Years (\$ in Millions)         2018         State Tax Expenditure         0       7       8         Local Tax Expenditure       0       6       6         (m) Denotes a value of less than \$1 million       4.10200       Partial exemption for qualified manufactured homes       5         Statute       \$48-8-3(102)       Year Enacted       2018       2018         Year Effective       2018       2018       2018)       2018)         Estimate Reliability       Class B       0       0       10       10         Description: A partial exemption from state sales and use tax for qualified manufactured		<b>Description:</b> The sale or us					
<ul> <li>provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.</li> <li>State Fiscal Years (\$ in Millions)</li> <li>State Tax Expenditure</li> <li>0</li> <li>7</li> <li>8</li> <li>Local Tax Expenditure</li> <li>0</li> <li>6</li> <li>6</li> <li>(m) Denotes a value of less than \$1 million</li> <li>4.10200</li> <li>Partial exemption for qualified manufactured homes</li> <li>Statute</li> <li>§48-8-3(102)</li> <li>Year Enacted</li> <li>2018</li> <li>Year Effective</li> <li>2018</li> <li>Data Source</li> <li>Fiscal Note HB 871 LC 43 0891S (2018)</li> <li>Estimate Reliability</li> <li>Class B</li> <li>Data Reliability</li> <li>Class B</li> <li>Note</li> <li>Description: A partial exemption for mostate sales and use tax for qualified manufactured</li> </ul>		organization	which is exem	pt from taxat	tion under	Section $501(c)(3)$ of the	
religious, or fundraising purposes. This exemption shall apply from July 1, 2018 until July 1, 2021.         State Fiscal Years (\$ in Millions)         2018         State Tax Expenditure         0         State Tax Expenditure         0         Colspan="2">State Tax Expenditure         0         Colspan="2">State Tax Expenditure         0         O         Mathematical Statute         Mathematical Statute         Statute         § 48-8-3(102)         Year Enacted         Statute         § 48-8-3(102)         Year Effective         Statute         § 48-8-3(102)         Year Effective         Statute         Statute         Statute         Statute         Statute         Statute         Statute         Statute         Statute         Statute <td col<="" th=""><th></th><th>Internal Reve</th><th>enue Code, if th</th><th>ne organizati</th><th>on is loca</th><th>ted in this state and</th></td>	<th></th> <th>Internal Reve</th> <th>enue Code, if th</th> <th>ne organizati</th> <th>on is loca</th> <th>ted in this state and</th>		Internal Reve	enue Code, if th	ne organizati	on is loca	ted in this state and
2018 until July 1, 2021.         State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       0       7       8         Local Tax Expenditure       0       6       6         (m) Denotes a value of less than \$1 million       0       6       6         4.10200         Partial exemption for qualified manufactured homes         Statute       \$48-8-3(102)       Year Enacted       2018         Year Enacted       2018       2018       2019       2020         Data Source       Fiscal Note HB 871 LC 43 0891S (2018)       2018)       2018         Estimate Reliability       Class B       2018       2018       2018         Data Reliability       Class B       2018       2018       2018         Data Reliability       Class B       Note       2018       2018       2018         Description: A partial exemption from state sales and use tax for qualified manufactured       2018       2018       2018		provides such	n materials to c	harity suppo	orters for e	educational, charitable,	
State Fiscal Years (\$ in Millions) $2018$ $2019$ $2020$ State Tax Expenditure078Local Tax Expenditure066(m) Denotes a value of less than \$1 million66Statute \$48-8-3(102)Year Enacted2018Year Effective2018Data SourceFiscal Note HB 871 LC 43 0891S (2018)Estimate ReliabilityClass BData ReliabilityClass BNoteNoteDescription: A partial exemption for mstate sales and use tax for qualified manufactured		religious, or f	fundraising pu	rposes. This o	exemption	n shall apply from July 1,	
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State Tax Expenditure       0       7       8         Local Tax Expenditure       0       6       6         (m) Denotes a value of less than \$1 million       6       6         4.10200       Partial exemption for qualified manufactured homes       6         Statute       §48-8-3(102)       8         Year Enacted       2018       8         Data Source       Fiscal Note HB 871 LC 43 0891S (2018)         Estimate Reliability       Class B         Data Reliability       Class B         Note       Note         Description: A partial exemption from state sales and use tax for qualified manufactured				State Fiscal	Years (\$	in Millions)	
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(m) Denotes a value of less than \$1 million          4.10200       Partial exemption for qualified manufactured homes         Statute       §48-8-3(102)         Year Enacted       2018         Year Effective       2018         Data Source       Fiscal Note HB 871 LC 43 0891S (2018)         Estimate Reliability       Class B         Data Reliability       Class B         Note       Note         Description: A partial exemption from state sales and use tax for qualified manufactured					7		
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Statute§48-8-3(102)Year Enacted2018Year Effective2018Data SourceFiscal Note HB 871 LC 43 0891S (2018)Estimate ReliabilityClass BData ReliabilityClass BNoteNoteDescription: A partial exemption from state sales and use tax for qualified manufactured		(m) Denotes a value of less than \$1 m	illion				
Year Enacted2018Year Effective2018Data SourceFiscal Note HB 871 LC 43 0891S (2018)Estimate ReliabilityClass BData ReliabilityClass BNoteNoteDescription: A partial exemption from state sales and use tax for qualified manufactured	<u>4.10200</u>	Partial exemption for quali	fied manufactu	ured homes			
Year Effective2018Data SourceFiscal Note HB 871 LC 43 0891S (2018)Estimate ReliabilityClass BData ReliabilityClass BNoteNoteDescription: A partial exemption from state sales and use tax for qualified manufactured		Statute	§48-8-3(102)	)			
Data SourceFiscal Note HB 871 LC 43 0891S (2018)Estimate ReliabilityClass BData ReliabilityClass BNoteNoteDescription: A partial exemption from state sales and use tax for qualified manufactured		Year Enacted	2018				
Estimate Reliability Class B Data Reliability Class B Note <b>Description:</b> A partial exemption from state sales and use tax for qualified manufactured		Year Effective	2018				
Data Reliability Class B Note <b>Description:</b> A partial exemption from state sales and use tax for qualified manufactured		Data Source	Fiscal Note I	HB 871 LC 4	3 0891S (	(2018)	
Note <b>Description:</b> A partial exemption from state sales and use tax for qualified manufactured		Estimate Reliability	Class B				
Description: A partial exemption from state sales and use tax for qualified manufactured		Data Reliability	Class B				
homes equal to 50 percent of the sale price of such homes. Qualified							
		homes equal	to 50 percent of	of the sale pri	ice of sucl	h homes. Qualified	

manufactured homes are those that are to be converted, and actually converted within 30 days of sale, to real property in the state pursuant to O.C.G.A. §8-2-183.1. The proposed exemption does not apply to any local sales or use tax in the state.

	State Fiscal Years (\$ in Millions)					
	<u>2018</u>	2019	<u>2020</u>			
State Tax Expenditure	0	3	3			
Local Tax Expenditure	0	0	0			
(m) Denotes a value of less than \$1 million						

#### 4.10300 Exemption for construction materials used in construction of an automobile museum

Exemption for construct	10n materials used	l 1n constru	ction of ar	<u>1 automobile</u>	museum
Statute	§ 48-8-3(103)				
Year Enacted	2018				
Year Effective	2018				
Data Source	Fiscal Note for	or HB 793 (	2018)		
Estimate Reliability	Class B				
Data Reliability	Class B				
Note	This provision	n expires D	ecember 3	1, 2020.	
Description: The sale of	use of tangible p	ersonal pro	perty used	l for the cons	struction of a
museum th	at is owned by an	entity that	is incorpo	orated in this	state as a
nonprofit o	organization exem	pt from tax	ation unde	er Section 50	(1(c)(3)) of the
	evenue Code. The				
	heritage of auton				
2018, until	December 31, 20	20 and the	aggregate	state and loc	cal sales and
use tax ref	unded pursuant to	this paragr	aph shall	not exceed \$	960,000.
	-	State Fiscal	Years (\$	in Millions)	
		2018	2019	<u>2020</u>	
State Tax Expenditure		0	(m)	(m)	
Local Tax Expenditure		0	(m)	(m)	
(m) Denotes a value of less than \$	1 million				
Exemptions for energy,	machinery or equi	inmont ind	ustrial ma	tarial and co	nsumable
supplies used in manufa	• •	ipinent, ind	usulai illa		msumable
Statute	§ 48-8-3.2				
Year Enacted	§ 48-8-3.2 2012				
Year Effective	2012 2013				
I cal Ellective	2015				

Year Enacted	2012
Year Effective	2013
Data Source	Bureau of Economic Analysis
Estimate Reliability	Class A
Data Reliability	Class A
Note	Modified in 2017 to include maintenance and replacement parts for certain machinery or equipment, stationary or in transit, used to mix, agitate, and transport freshly mixed concrete in a plastic and unhardened state. Estimate combined with 4.09400

# **Description:** Exemptions for energy, machinery or equipment, industrial material, and consumable supplies used in manufacturing. State Fiscal Years (\$ in Millions)

	State Fiscal	i ears (\$	III MIIIIOII:
	<u>2018</u>	2019	2020
State Tax Expenditure	3,297	3,443	3,618
Local Tax Expenditure	2,274	2,375	2,496
(m) Denotes a value of less than \$1 million			

4.3.2

<u>4.3.3</u>

Sale and use by a qualified agriculture producer of agricultural production inputs, energy used in agriculture, and agricultural machinery and equipment

	used in agriculture, and ag	ricultural machi	nery and e	quipment			
	Statute	§ 48-8-3.3	2	÷ •			
	Year Enacted	2012					
	Year Effective	2013					
	Data Source	National Agrie	cultural Sta	tistical Se	rvice		
	Estimate Reliability	Class B		uisticui se			
	Data Reliability	Class A					
	Note	Clubb II					
	<b>Description:</b> Sale to, or us	e by a qualified	aricultur	e <b>nr</b> oducer	of agricultural production		
					l machinery and		
	equipitient.	(	State Fiscal	Vears (\$ i	in Millions)		
		L.	<u>2018</u>	<u>2019</u>	<u>2020</u>		
	State Tax Expenditure		138	<u>2017</u> 144	<u>2020</u> 151		
	Local Tax Expenditure		95	99	104		
	(m) Denotes a value of less than \$1 m	nillion	95	77	104		
	(						
4.3.4	Exemption for qualified be	oat repairs					
	Statute	<u>§48-8-3.4</u>					
	Year Enacted	2017					
	Year Effective	Transactions of	occurring o	n or after J	July 1, 2017		
	Data Source				AM 43 0065ER (2017)		
	Estimate Reliability	Class B					
	Data Reliability	Class B					
	Note		expires on	June 30, 2	2025		
		The provision expires on June 30, 2025 ax exemption for certain tangible property used in the repair,					
	retrofit, or maintenance of boats. The exemption cannot exceed \$35,000 for						
	any single repair, retrofit, or maintenance event.						
	,	-			in Millions)		
		_	2018	2019	2020		
	State Tax Expenditure		(m)	(m)	(m)		
	Local Tax Expenditure		(m)	(m)	(m)		
	(m) Denotes a value of less than \$1 m	illion	()	()	()		
4.3.5	Exemption for the sale and	l use of iet fuel					
	Statute	§48-8-3.5					
	Year Enacted	2018					
	Year Effective	2018					
	Data Source	Fiscal Note fo	r HB 5EX	43 1050S	(2019)		
	Estimate Reliability	Class B			~ /		
	Data Reliability	Class B					
	Note	01000 2					
	<b>Description:</b> The collectio	n of sales tax or	n iet fuel fr	om Decem	ber 1, 2018 through		
		9 is exempt from					
	<i>cane 20, 201</i>	-			in Millions)		
		L	2018	2019	<u>2020</u>		
	State Tax Expenditure		$\frac{2010}{0}$	48	$\frac{2020}{0}$		
	Local Tax Expenditure		0	0	ů 0		
	(m) Denotes a value of less than \$1 m	nillion	0	0	5		

### 4.5 Sales and Use Tax for Services

<u>4.50000</u>	Admissions a <b>Description</b> :	and Amusements Admission to school and college sports events, cable tv, and direct satellite tv; coin-operated video games (includes pinball and other mechanical amusements); membership fees in private clubs; overnight				
		trailer parks.	~ ~ ~ .			
			State Fiscal	-	-	
			<u>2018</u>	<u>2019</u>	<u>2020</u>	
	State Tax Exp		173	181	191	
	Local Tax Exp	penditure e of less than \$1 million	130	136	143	
	(III) Denotes a value	e of less than \$1 minion				
<u>4.50001</u>	Agricultural Description:	Services Veterinary services (both (including lawn care); pet		nall anima	al); landscaping services	
			State Fiscal	Years (\$	in Millions)	
			<u>2018</u>	2019	2020	
	State Tax Exp	enditure	175	183	192	
	Local Tax Exp		131	137	144	
	(m) Denotes a value	e of less than \$1 million				
4 50000	A	n				
<u>4.50002</u>	<u>Automotive S</u>		and torring a		stomotive pointing and	
	<b>Description:</b>	Automotive road service a lube; parking lots and gar				
		automotive rustproofing a				
		motor vehicles.		ing, labor	charges on repairs to	
		motor venicles.	State Fiscal	Vears (\$	in Millions)	
			<u>2018</u>	<u>2019</u>	<u>2020</u>	
	State Tax Exp	enditure	148	155	162	
	Local Tax Exp		140	116	102	
		e of less than \$1 million	111	110	122	
<u>4.50003</u>	Business Ser	vices				
	<b>Description:</b>	Billboards; test laboratori	es (excluding	g medical)	; interior design and	
					advertising agency fees (not	
		ad placement); sign const				
		- ·			ion; credit information and	
					ervices); maintenance and	
		janitorial services; windo				
					etarial and court reporting	
		services; security services		ivate inve	stigation (detective)	
		services; armored car serv		<b>X</b> 7 (ф.	• • • • • • • • • • • • • • • • • • • •	
			State Fiscal		,	
		<b>1</b> ' (	<u>2018</u>	<u>2019</u>	<u>2020</u>	
	State Tax Exp		553	577	607 455	
	Local Tax Exp	penditure e of less than \$1 million	415	433	455	
	(iii) Denotes a value	e of iess than \$1 million				
<u>4.50004</u>	Computer an	d Online Services				
1100001	Description:	Online data processing se	rvices: down	loaded so	ftware, books, music	
	Puoli	unit processing se	, <b>u</b> o wii		,,,,	

movies and video content, other electronic goods; internet service providers - dial-up; internet service providers - DSL or other broadband; mainframe computer access and processing service; information services; software - custom programs and professional services. State Fiscal Years (\$ in Millions)

	State Piscal	State Piscal Tears (\$ III WIIII)		
	<u>2018</u>	2019	2020	
State Tax Expenditure	710	741	779	
Local Tax Expenditure	532	556	584	
(m) Denotes a value of less than \$1 million				

#### 4.50005 Construction Labor

**Description:** Labor for the construction of buildings; heavy and civil engineering construction labor; labor of specialty trade contractors.

	State Fiscal	Years (\$	in Millions)
	<u>2018</u>	2019	<u>2020</u>
State Tax Expenditure	1,572	1,641	1,725
Local Tax Expenditure	1,179	1,231	1,294

Local Tax Expenditure (m) Denotes a value of less than \$1 million

#### 4.50006 Fabrication, Installation, and Repair Services

Labor charges for repairs for other tangible property; tv/radio repairs and **Description:** other electronic equipment; repair charges generally; labor charges on repair of aircraft; repairs to interstate vessels; repairs to railroad rolling stock; repairs or remodeling of real property; service contracts sold at the time of sale of tangible personal property; installation charges by persons selling property; installation charges by persons other than the seller of the property.

	State Fiscal	Years (\$	in Millions)
	<u>2018</u>	2019	<u>2020</u>
State Tax Expenditure	245	256	269
Local Tax Expenditure	184	192	201
(m) Denotes a value of less than \$1 million			

#### 4.50007 Finance, Insurance, and Real Estate

**Description:** Service charges of banking institutions includes loan broker fees; insurance services; property sales agents (real estate or personal); real estate management fees (rental agents); investment counseling; real estate title abstract services.

	State Fiscal	Years (\$	in Millions)
	<u>2018</u>	2019	<u>2020</u>
State Tax Expenditure	1,251	1,306	1,373
Local Tax Expenditure	938	980	1,030
(m) Denotes a value of less than \$1 million			

(m) Denotes a value of less than \$1 million

#### 4.50008 Industrial and Mining Services

**Description:** Seismograph and geophysical services; metal and nonmetal and coal mining services; typesetting services; platemaking for the print trade. State Fiscal Years (\$ in Millions)

	State Fiscal	rears (\$	in Millions
	<u>2018</u>	2019	2020
State Tax Expenditure	11	12	12
Local Tax Expenditure	8	9	9
(m) Denotes a value of less than \$1 million			

#### 4.50009 Residential Utility Service

**Description:** Interstate telephone (including local, long distance, and cellular service) and telegraph.

	State Fiscal Years (\$ in Millions		
	<u>2018</u>	2019	<u>2020</u>
State Tax Expenditure	20	20	21
Local Tax Expenditure	15	15	16
(m) Denotes a value of less than \$1 million			

#### 4.50010 Personal Services

**Description:** Carpet and upholstery cleaning; swimming pool cleaning and maintenance; water softening and conditioning; shoe repair; garment services (altering and repairing); health clubs, tanning parlors, and reducing salons; laundry and dry cleaning services – coin-operated; laundry and dry cleaning services – not coin-operated; massage services (includes dating services); tax return preparation; sports and recreation instruction; barber shops; beauty parlors; travel agent services. State Fiscal Years (\$ in Millions)

	State Fiscal	Years (\$	in Millioi
	<u>2018</u>	2019	2020
State Tax Expenditure	308	321	338
Local Tax Expenditure	231	241	253
(m) Denotes a value of less than \$1 million			

#### 4.50011 Professional Services

**Description:** Attorneys; accounting and bookkeeping; physicians; dentists; medical test laboratories; architects; engineers; land surveying; nursing services out of the hospital.

the hospital.			
-	State Fiscal	Years (\$	in Millions)
	2018	2019	<u>2020</u>
State Tax Expenditure	2,207	2,305	2,422
Local Tax Expenditure	1,656	1,729	1,817
(m) Denotes a value of less than \$1 million			

#### 4.50012 Storage

**Description:** Marine towing services (includes tugboats); household goods storage; cold storage (includes fur storage); food storage; mini-storage; marina service (docking, storage, cleaning, repair); packing and crating (includes bus services); other warehousing and storage (including automotive storage). State Fiscal Years (\$ in Millions)

	State I ibeai	<b>ι cu</b> ib (ψ	III IVIIIIIO
	2018	2019	2020
State Tax Expenditure	80	83	87
Local Tax Expenditure	60	62	66

(m) Denotes a value of less than \$1 million

#### 4.50013 Transportation Services

**Description:** Intrastate courier service.

Description.	initiastate courier service.	•			
		State Fiscal	Years (\$	in Millions)	
		<u>2018</u>	2019	2020	
State Tax Expe	enditure	(m)	(m)	(m)	
Local Tax Exp	enditure	(m)	(m)	(m)	
(m) Denotes a value	of less than \$1 million				

# 4.7 Vendor Compensation

<u>4.70000</u>	Compensation of dealers for	or reporting an	d paying tax			
	Statute	§48-8-50				
	Year Enacted	1964				
	Year Effective	1964				
	Data Source	DOR data as	of 2016			
	Estimate Reliability	Class A				
	Data Reliability	Class A				
	Note					
	Description: Georgia allow	vs a vendor co	llection fee c	of 3 percen	t for the first	\$3,000 and
	then 0.5 percent for amounts above \$3,000 but does not impose a			e a		
	maximum limitation per vendor.					
			State Fiscal	Years (\$ in	n Millions)	
			<u>2018</u>	<u>2019</u>	<u>2020</u>	
	State Tax Expenditure		70	73	77	
	Local Tax Expenditure (m) Denotes a value of less than \$1 mi	illion				

### 4.9 Casual Sales

<u>4.90000</u>	Sales tax exemption for ca	asual sales		
	Statute	DOR administrative rule		
	Year Enacted	NA		
	Year Effective	NA		
	Data Source	DOR data for 2015		
	Estimate Reliability	Class B		
	Data Reliability	Class A		
	Note	Sales of all motor vehicles will be exempt from state and		
		local sales tax beginning March 1st, 2013 but taxed under the		
		Alternative Ad Valorem Tax on Motor Vehicles, see section		
		11 of the report. Provision listed as 4.30000 in reports prior		
	to FY 2014.			
	Description: Purchases of boats, planes and other tangible goods sold by persons not in			
	the business of selling such items are not subject to sales tax. (Prior to the			
	implementation of the Alternative Ad Valorem Tax on Motor Vehicles this			
	estimate included casual sale of motor vehicles.)			
		State Fiscal Years (\$ in Millions)		
		<u>2018</u> <u>2019</u> <u>2020</u>		
	State Tax Expenditure	2 2 2		
	Local Tax Expenditure	1 1 1		
	(m) Denotes a value of less than \$1 m	million		

Sales and Use Tax expenditures for which an estimate is not currently
available

Expenditure	Expenditure	Expenditure
4.00100	§48-8-3(1)	Sales to Federal Government, State of Georgia or a county or municipality in Georgia or any agency of such governments
4.00200	\$48-8-3(2)	Tangible personal property furnished by the Federal Government or any county or municipality used by a contractor in the installation, repair, or extension of any public water, gas, or sewer system
4.00300	\$48-8-3(3)	Federal retailer's excise tax if separately itemized to the consumer and Georgia motor fuel tax imposed on the sale of motor fuel
4.01800	\$48-8-3(18)	Charges for transportation of tangible personal property made in connection with interstate or intrastate transportation
4.01900	§48-8-3(19)	All tangible personal property purchased outside this state by a nonresident when the property is brought into Georgia upon the nonresident becoming a resident
4.02100	§48-8-3(21)	Sales, transfers or exchanges of tangible personal property resulting from business reorganization when the owners, partners, or stockholders maintain the same proportionate interest or share in the newly formed business
4.02500	§48-8-3(25)	Fares of for-hire vehicles
4.03100	\$48-8-3(31)	Sale of tangible personal property manufactured or assembled in Georgia for export when delivery is taken outside of Georgia
4.03200	§48-8-3(32)	Aircraft, watercraft, motor vehicles, and other transportation equipment manufactured or assembled in this State for exclusive use outside Georgia
4.03300	§48-8-3(33)	Common or common and contract carriers
4.03410	\$48-8-3(34.1)	Machinery and equipment used to handle, move, or store tangible personal property in certain distribution facilities
4.03610	\$48-8-3(36.1)	Machinery and equipment used for water conservation and incorporated into a qualified water conservation facility.
4.03910	\$48-8-3(39.1)	Cargo containers and related chassis used for storage or shipping by persons engaged in international shipment of tangible personal property
4.04200	\$48-8-3(42)	Use or lease of tangible personal property when the lessor and lessee are under 100 percent common ownership and where the person who furnishes, leases, or rents the property has paid sales or use tax on the property

Expenditure	Expenditure	Expenditure
4.04400	§48-8-3(44)	Sale of motor vehicles to nonresident purchasers when vehicles are immediately removed from Georgia and titled in another state
4.04500	§48-8-3(45)	The sale or use of paper stock when used to print catalogs for distribution outside Georgia
4.06100	§48-8-3(61)	Advertising inserts that are used in newspapers for resale
4.06800	§48-8-3(68)	Sale of certain computer equipment when the total qualifying purchases by a high technology company exceed \$15 million
4.09100	\$48-8-3(91)	The sale of prewritten software which has been delivered to the purchaser electronically or by means of load and leave
4.3.6	\$36-88-3(8.1)	Exemption for sales within an enterprise zone

# Sales and Use Tax expenditures for which an estimate is not currently available

## **5. Insurance Premium Tax**

The premium tax is imposed upon gross direct premiums received by insurers doing business in the state to insure persons, property, or risks in Georgia. The state tax rate is imposed at a rate of 2.25 percent of gross direct premiums, though the rate is reduced to 1.25 percent for insurers holding at least 25 percent of their total assets, exclusive of direct obligations of the United States, in specified classes of Georgia assets. For insurers holding 75 percent of such total assets in Georgia, the rate is reduced further to 0.5 percent.

Counties levy a tax at 1 percent on gross direct premiums of life insurance companies for policies covering persons residing in unincorporated areas of the county, except that the county tax shall not apply to life insurers that qualify for the abatement of the state tax for firms with 75 percent Georgia assets. Municipalities may levy a tax of up to 1 percent on life policies covering persons residing in the given municipality. Counties and municipalities may levy rates of up to 2.5 percent on gross direct premiums for policies other than life insurance policies.

This tax is administered by the State Insurance Commissioner. In FY 2017, state revenues from this tax equaled \$480 million and local revenues equaled \$568 million. The state proceeds from the tax are deposited into the State General Fund.

<u>5.00100</u>	Deduction of retaliatory ta	xes paid to other states		
	Statute	\$33-8-7		
	Year Enacted	1960		
	Year Effective	Prior to 2000		
	Data Source	Office of Insurance and Safety Fire Commissioner		
	Estimate Reliability	Class A		
	Data Reliability	Class A		
	Note	Not applicable at the local level		
	<b>Description:</b> Property and	l casualty insurance companies domiciled in Georgia are able to		
	deduct from	their Georgia tax liability taxes paid to other states on policies		
	written in th	ose states.		
		State Fiscal Years (\$ in Millions)		
		2018  2019  2020		
	State Tax Expenditure	2 2 2		
	(m) Denotes a value of less than \$1 m	illion		
<u>5.00200</u>	Insurance premium tax cre	dits - Georgia Job Tax Credit		
	Statute	\$33-8-4.1; \$33-1-18; \$48-7-29.6		
	Year Enacted	1960		
	Year Effective	2000		
	Data Source	DOR data as of 2016 and Office of Insurance and Safety		
		Fire Commissioner		
	Estimate Reliability	Class A		
	Data Reliability	Class A		
	Note	The same estimate is provided in the individual income tax		
		section and the corporate tax section, see 1.6.012 and		
		2.6.001. In 2018 the qualifying areas were expanded to		

include counties with military bases and industrial parks that are owned and operated by a government entity.

**Description:** The credit provides a statewide job tax credit to any business or headquarters engaged in manufacturing, warehousing and distribution, processing, telecommunications, broadcasting, tourism, or research and development. Retail establishments are only allowed the credit if located in one of the 40 least-developed counties of the state. Average wages must be greater than the average wage of the county in the state with the lowest average wage. To be eligible, employers must offer health insurance to all new employees. It also provides a tax credit for businesses enterprises designated as operating in less-developed areas. These include areas with ten or more contiguous census tracts with higher than 15 percent poverty and counties with both a military base and a government owned and operated industrial park..

operated medistrial park.			
	State Fiscal	Years (\$ i	n Millions)
	2018	2019	2020
Income Tax Expenditure	14	15	15
Corporate Income Tax Expenditure	93	94	95
Insurance Premium Tax Expenditure	8	9	9
State Tax Expenditure	115	117	119
(m) Denotes a value of less than \$1 million			

<u>5.00300</u>	Exemption for premiums of high-deductible health plans		
	Statute	\$33-8-4	
	Year Enacted	2008	
	Year Effective	2009	
	Data Source	Office of Insurance and Safety Fire Commissioner	
	Estimate Reliability	Class A	
	Data Reliability	Class A	
	Note	The local exemption expired on December 31, 2014.	
	-	ince companies are allowed to exempt from their insurance premium	
		bility any premiums paid by Georgia residents for high-deductible	
	health	plans as defined by Section 233 of the Internal Revenue Code.	
		State Fiscal Years (\$ in Millions)	
		<u>2018</u> <u>2019</u> <u>2020</u>	
	State Tax Expenditu		
	(m) Denotes a value of less	han \$1 million	
5.00400	Exemption for insur	ance companies that only insure places of worship	
<u></u>	Statute	§33-8-13	
	Year Enacted	1996	
	Year Effective	1996	
	Data Source	Office of Insurance and Safety Fire Commissioner	
	Estimate Reliability	Class A	
	Data Reliability	Class A	
	Note	Not applicable at the local level	
	Description: Insura	nce companies that only insure the risks of places of worship are	
	exem	pt from the state premium tax.	
		State Fiscal Years (\$ in Millions)	
		<u>2018</u> <u>2019</u> <u>2020</u>	
	State Tax Expenditu		
	(m) Denotes a value of less	han \$1 million	

<u>5.00500</u>	Insurance abaten	ients
	Statute	§33-8-5
	Year Enacted	1996
	Year Effective	Prior to 2000
	Data Source	Office of Insurance and Safety Fire Commissioner
	Estimate Reliabil	•
	Data Reliability	Class A
	Note	Not applicable at the local level
	<b>Description:</b> Ge	orgia imposes a reduced state rate of 1.25 percent on insurance
	co	mpanies that invest at least 25 percent of their assets in qualified Georgia
	ass	sets. If the amount invested in qualified Georgia assets is greater than 75
	pe	rcent, the rate is reduced to 0.50 percent.
		State Fiscal Years (\$ in Millions)
		<u>2018</u> <u>2019</u> <u>2020</u>
	State Tax Expend	iture 186 192 196
	(m) Denotes a value of l	ess than \$1 million
<u>5.00600</u>	Special deduction	ns for life insurance companies
2.00000	Statute	§§33-8-4, 33-8-8, 33-8-8.1
	Year Enacted	1981
	Year Effective	Prior to 2000
	Data Source	Office of Insurance and Safety Fire Commissioner
	Estimate Reliabil	•
	Data Reliability	Class A
	Note	Not applicable at the local level
	Description: Li	fe insurance companies are permitted to deduct contributions to state
		arantee funds, license fees paid to local governments, local premium
	tax	tes from premium taxes otherwise payable to the State.
		State Fiscal Years (\$ in Millions)
		<u>2018</u> <u>2019</u> <u>2020</u>
	State Tax Expend	
	(m) Denotes a value of l	ess than \$1 million
5 00700	Incurrence mannin	um tax anadit . Laux Incomo Housing Cradit
<u>5.00700</u>	Statute	<u>um tax credit - Low Income Housing Credit</u> §33-8-4.1; §33-1-18; §48-7-29.14(b)(1)
	Year Enacted	1960
	Year Effective	2009, 2002, 2008
	Data Source	DOR data as of 2016 and Office of Insurance and Safety
	Data Source	Fire Commissioner
	Estimate Reliabil	
	Data Reliability	Class A
	Note	The same estimate is provided in the individual income tax
	11010	section and the corporate income tax section, see 1.6.028
		and 2.6.017
	Description: Th	is is a credit against Georgia income taxes for taxpayers owning
	de	velopments which receive the federal Low-Income Housing tax credit
	an	d that are placed in service on or after January 1, 2001

			State Fiscal Years (\$ in Millions)		
			2018	2019	<u>2020</u>
	Income Tax Expenditure		85	90	95
	Corporate Income Tax Exp	enditure	36	38	40
	Insurance Premium Tax Ex	penditure	128	134	141
	State Tax Expenditure		249	262	277
	(m) Denotes a value of less than \$1 m	illion			
<u>5.00800</u>	Insurance Premium Tax Ex Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability	§33-50-3 2016 2016		-	insured health plans
	Note <b>Description:</b> Multiple em	plover self-in	sured health r	olans are e	xempt from the state
		<b>.</b> .	the plan's ne		•
		State Fiscal	•		
			<u>2018</u>	2019	<u>2020</u>
	State Tax Expenditure (m) Denotes a value of less than \$1 m	illion	0	0	0

### 6. Motor Fuel Tax

The tax on motor fuels was substantially modified in 2015. Under the new law, the state tax on motor fuels other than diesel fuel and aviation gasoline is, as of January 1, 2018, 26.8 cents per gallon. The state tax on diesel fuel is 30.0 cents per gallon and the tax on aviation gasoline is 1 cent per gallon. Tax rates are adjusted annually for inflation and for the change in average fuel economy of new vehicles registered in the state in the prior year from the year before. The base of the motor fuel tax is imposed on any source of energy that can be used for propulsion of a motor vehicle on the public highways, including, but not limited to: gasoline, fuel oils, compressed petroleum gas and special fuels.

The tax is administered by the Georgia DOR and revenues generated from this tax are allocated by the state constitution to the Georgia Department of Transportation for highway purposes. State motor fuel tax revenues for FY 2017 totaled \$1.74 billion.

<u>6.00400</u>	Motor fuel tax exemption for aviation fuel				
	Statute	§48-9-3			
	Year Enacted	1978			
	Year Effective	1978			
	Data Source	Fiscal Note for LC 34 4757 (2016)			
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note				
	<b>Description:</b> Exemption f	for aviation fuel.			
		State Fiscal Years (\$ in Millions)			
		<u>2018</u> <u>2019</u> <u>2020</u>			
	State Tax Expenditure	2 2 2			
	(m) Denotes a value of less than \$1 r	nillion			
6.00500	Motor fuel tex vender com	monsetion			
0.00300	Motor fuel tax vendor com Statute	§48-9-8(b)			
	Year Enacted	1992			
	Year Effective	1992			
	Data Source	Office of Planning and Budget Data for FY 2016			
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note				
		lealers are allowed to retain 1 percent of total amounts collected			
		ement for the cost of collection.			
	State Fiscal Years (\$ in Millions)				
		2018 2019 2020			
	State Tax Expenditure	$\frac{2010}{17}$ $\frac{2012}{18}$ $\frac{2020}{18}$			
	(m) Denotes a value of less than \$1 r				

# 7. Alcoholic Beverage Tax

This state and local tax is imposed on alcoholic beverages including malt beverages, wine, and distilled spirits. Malt beverages sold in bulk containers (tap or draft beer) are taxed at a state rate of \$10 per container up to 31 gallons with a proportionate tax on fractional parts of 31 gallons for larger containers. For bottled and canned malt beverages, the state tax rate is 4 ½ cents per 12 ounces and proportionate rates on fractional parts of 12 ounces for other sizes. Table wines are taxed at a state rate of 11 cents per liter and an additional state import tax of 29 cents per liter is imposed on table wines produced outside of Georgia and imported into the state, in both cases with proportionate rates for fractional parts of a liter. A state excise tax of 27 cents per liter and an additional state import tax of 40 cents per liter is imposed on dessert wines, with proportionate rates for fractional parts of a liter. A state excise tax of 50 cents per liter is imposed on distilled spirits while alcohol (defined to mean ethyl alcohol greater than 190 proof intended for use as a beverage, including grain alcohol and spirits of wine) is subject to a state tax of 70 cents per liter, in both cases with the tax applied proportionately on fractions of a liter. Distilled spirits and alcohol imported to Georgia from outside the state are also subject to an additional state import tax of 50 cents and 70 cents per liter, respectively.

A uniform local government beer tax is levied at 5 cents per 12 ounces for bottled and canned malt beverages with proportionate rates for sizes other than 12 ounces. The rate for bulk (tap or draft) malt beverages is \$6 per container for containers up to 15 ½ gallons with proportionate rates for larger containers. Counties and municipalities may levy excise tax on wine at rates that do not exceed 22 cents per liter. Counties and municipalities may levy excise taxes on distilled spirits sold by the package at rates that do not exceed 22 cents per liter or proportionate rates for other size containers. Counties and municipalities may also levy excise taxes at rates up to 3 percent of the price charged for mixed drinks.

The state portion of the tax is administered by the Georgia DOR. Proceeds from the state tax are deposited into the State General Fund. In FY 2017, state collections equaled \$193 million. Local collections for FY 2015³ equaled \$141 million.

7.00300	200 gallons annually of homebrew per household				
	Statute	§§3-5-61, 3-6-70			
	Year Enacted	1977			
	Year Effective	1977			
	Data Source	American Homebrewers' Association			
	Estimate Reliability	Class B			
	Data Reliability	Class C			
	Note				
	<b>Description:</b> Allows an e household.	exemption for up to 200 gallons annually of homebrew per			

³ Latest data available.

	State Tax Expenditure (m) Denotes a value of less than \$	1 million	State Fiscal <u>2018</u> (m)	Years (\$ i <u>2019</u> (m)	in Millions) <u>2020</u> (m)	
<u>7.00400</u>	Sales to and use by religing Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note	§§3-5-61, 3- 1977 1977	1977 National Center for Charitable Statistics and Catholic.org Class B			
	<b>Description:</b> Sales to an State Tax Expenditure (m) Denotes a value of less than \$		us organizati State Fiscal <u>2018</u> (m)			
<u>7.00600</u>	<u>Malt beverages containin</u> <u>by volume</u> Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note	\$3-5-90 1987 1987	-		<u>ohol</u> erican Beer Institute	
	<b>Description:</b> Malt bever volume sha	all not be subjec suant to authorit	t to any tax l	evied und this title.	er this title or any tax	

# Alcoholic beverages tax expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
7.00100	§3-5-61	Sales to persons outside the state for resale or consumption outside
		the state
7.00200	§§3-5-61, 3-6-70	Sales to stores or canteens in U.S. military reservations
7.00500	§§3-5-61, 3-6-70	Exemption for ethyl alcohol used for certain purposes

## 8. Tobacco Products Excise Tax

This tax is levied upon the sale, receipt, purchase, possession, consumption, handling, distribution, or use of tobacco, cigars, and cigarettes in Georgia. The tax is imposed at a rate of 37 cents per pack of 20 cigarettes and a like rate, pro rata, for other sized packages. Little cigars, weighing not more than three pounds per thousand are taxed at a rate of 2.5 mills each (\$2.50 per 1000). All other cigars are taxed at 23 percent of the wholesale cost price, exclusive of any trade, cash, of other discounts or any promotion, advertising, display or other similar allowances. Loose or smokeless tobacco is taxed at a rate of 10 percent of the wholesale cost price.

The tax is administered by the Georgia DOR. In FY 2017, the tax totaled \$221 million. The proceeds of the tax are deposited into the State General Fund.

<u>8.00100</u>	Exemption for purchases for use exclusively by patients at the Georgia War Veterans Home						
	and the Georgia War Veterans Nursing Home						
	Statute	§48-11-2					
	Year Enacted	1955					
	Year Effective	Latest Modification 2003					
	Data Source	Georgia Department of Veteran Services					
	Estimate Reliability Class B						
	Data Reliability	Class C					
	Note						
	<b>Description:</b> Exemption f	or purchases for use exclusively by patients at the Georgia					
	War Veteran	s Home and the Georgia War Veterans Nursing Home.					
		State Fiscal Years (\$ in Millions)					
	2018 $2019$ $2020$						
	State Tax Expenditure	(m) (m) (m)					
	(m) Denotes a value of less than \$1 m	nillion					

#### Tobacco Products excise tax expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
8.00200	§48-11-3	De minimis amount brought into the state by one person
8.00300	§48-11-3	Cigars and cigarettes stored in a public warehouse
8.00400	§48-11-3	Certain cigars and cigarettes held by licensed dealers

# 9. Financial Institutions Special State Occupation Tax

This is a special state occupation tax imposed on the adjusted gross receipts of each depository financial institution that does business or owns property in the state. The state tax rate is levied at a rate of 0.25 percent. In addition to the state tax, counties and municipalities may levy a rate not to exceed 0.25 percent of gross receipts. Any amount paid under the special state occupation tax by a financial institution reduces the institution's state income tax liability by an equal amount.

The tax is administered by the Georgia DOR. The revenues from this tax in FY 2017 equaled \$24 million. The proceeds of the tax are deposited into the State General Fund.

<u>9.00100</u>	Deduction for interest paid				
	Statute	§48-6-95			
	Year Enacted	1975			
	Year Effective	1975			
	Data Source	FDIC – Statistics on Depository Institutions			
	Estimate Reliability	Class B			
	Data Reliability	Class A			
	Note				
	<b>Description:</b> Financial inst	titutions are allowed to deduct from gross receipts interest paid			
	on all liabiliti	ies.			
		State Fiscal Years (\$ in Millions)			
		<u>2018</u> <u>2019</u> <u>2020</u>			
	State Tax Expenditure	3 4 5			
	(m) Denotes a value of less than \$1 m	nillion			

# Financial institutions tax expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
9.00200	§48-6-95	Deductions for income from authorized activities of a domestic international
		banking facility
9.00300	§48-6-95	Deduction for income from banking business with persons or entities outside the U.S.

## 10. Special Assessment of Forest Land Conservation Use Property

Real property devoted to qualified conservation use is assessed at 40 percent of its current use value. This tax treatment is designed to reduce the property tax burden on landowners in an effort to discourage the conversion of land to residential or commercial use. The property must be maintained in a qualifying conservation use for a period of 10 years. Because the state offsets the loss of local government property tax revenue stemming from this exemption, this exemption represents a reduction in state tax revenues.

<u>10.00000</u>	Special assessment of forest land conservation use property				
	Statute	§48-5A-2			
	Year Enacted	2008			
	Year Effective	2008			
	Data Source	Office of Planning and Bud	lget, and the Georgia DOR		
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note				
	<b>Description:</b> Grants made available by the Georgia General Assembly through ann appropriations and awarded to counties, municipalities and county or independent school districts for purposes of the Special Assessment of				
	Forest Land C	Conservation Use Property pr	rogram.		
	State Fiscal Years (\$ in Millions)				
		<u>2018</u>	<u>2019</u> <u>2020</u>		
	State Tax Expenditure (m) Denotes a value of less than \$1 n	nillion 73	40 43		

# 11. Alternative Ad Valorem Tax on Motor Vehicles

As of March 1, 2013, motor vehicles titled in Georgia are subject to a title ad valorem tax, referred to as the TAVT or Motor Vehicle Title Fee. This legislation was passed in the 2012 session of the General Assembly and was substantially amended in the 2013 session. As part of the legislation, sales and use tax on the sale of motor vehicles was eliminated for purchases or leases occurring on or after March 1, 2013.

The tax base is the fair market value, at the time of titling, of new and used motor vehicles registered and titled in the state, including casual sales, dealer sales, leased vehicles, rental and salvage vehicles, and vehicles being brought into the state by people relocating to Georgia. For dealer sales, the tax base is reduced by the value of the purchaser's trade-in vehicle, if any. For dealer sales of new vehicles, the tax base is also reduced by the amounts of dealer rebates and cash discounts, if any.

Fair market value for new vehicles other than leased vehicles is equal to the greater of the retail selling price and the average of the current fair market value and the wholesale value as determined by the Georgia DOR. The fair market value for used vehicles other than leased vehicles is equal to the average of the current fair market value and the wholesale value as determined by the Georgia DOR. In the case of leased vehicles, fair market value means the total of the base lease payments plus any down payments.

The title fee rate in CY 2013 was 6.5 percent, 6.75 percent in CY 2014, and 7 percent thereafter. The revenue from the tax is shared between the state and local governments at a specified annual rate. The state (local) share of the tax prior to July 1, 2019, are determined by a schedule provided by law, beginning at 57 (43) percent for CY 2013 and 55 (45) percent for CYs 2014-15. For years after CY 2015, state and local shares were subject to adjustment should the local government receipts in the immediately preceding year exceed (fall short of) the target collection amount, as defined in the law, by more than 1 percent. The local share percentage is reset to the level that, had that share percentage been in effect the prior year, the local share would have equaled the target collection amount. As a result of such adjustments, the state (local) shares for CY 2018 were adjusted to equal 48.42 (51.58) percent. Beginning July 1, 2019, the state and local shares will be 35 percent and 65 percent, respectively.

The tax is administered by the Georgia DOR but collected at the local level. All proceeds from the state portion of the TAVT are deposited into the State General Fund. The TAVT generated \$1.0 billion in state receipts for FY 2017 and \$761 million for local governments.

<u>11.001</u>	Reduced rate for related fa	Reduced rate for related family transfers			
	Statute §48-5C-1(d)(1)-(2)				
	Year Enacted	2012			
	Year Effective	2013			
	Data Source	DOR data			

	Estimate Relia Data Reliabili Note	-	Class A Class A				
	<b>Description:</b> A reduced rate of 0.25 percent applies to transfers for between immediate family members or a transfer occu the death of an immediate family member.						
		the death of	an immediate	In immediate family member. State Fiscal Years (\$ in Millions)			
				<u>2018</u>	<u>2019</u>	<u>2020</u>	
	State Tax Exp			11	11	9	
	Local Tax Exp (m) Denotes a valu		nillion	10	13	15	
<u>11.002</u>	Disabled vete	eran exemptio					
	Statute Vice Frence 1		§48-5C-1(d)	)(7)			
	Year Enacted Year Effective	-	2012 2013				
	Data Source	e	DOR data				
	Estimate Relia	ability	Class A				
	Data Reliabili	•	Class A Class A				
	Note	5					
	Description:					le to a service-co	onnected
						t from the U.S.	
		-		•	hase and s	pecifically adapt	the
		vehicle to hi	s or her disab	State Fiscal	Voors (\$ i	n Millions)	
				<u>2018</u>	<u>2019</u>	<u>2020</u>	
	State Tax Exp	enditure		(m)	$\frac{201}{(m)}$	(m)	
	Local Tax Ex			(m)	(m)	(m)	
	(m) Denotes a valu	e of less than \$1 m	nillion				
<u>11.003</u>	Reduced rate	for rental vel	nicles				
	Statute		§48-5C-1(d)	)(11)(A)			
	Year Enacted		2012				
	Year Effective	e	2013				
	Data Source		DOR data				
	Estimate Relia	•	Class A				
	Data Reliabili	ty	Class A				
	Note Description:	Pontal vehic	las ara subias	t to a reduced	stata titla	fee rate of 0.625	norcont
	Description.		0			f 0.625 percent of	•
		fair market v			Tee fute of	t 0.025 percent o	i uic
				State Fiscal	Years (\$ i	n Millions)	
				<u>2018</u>	2019	<u>2020</u>	
	State Tax Exp			64	61	54	
	(m) Denotes a valu		villion	60	77	90	
	(iii) Denotes a varu		iiiioii				
<u>11.004</u>	Reduced rate	for vehicles	manufactured	in years befor	re 1985		
	Statute		§48-5C-1(d)	)(17)			
	Year Enacted		2012				
	Year Effective	9	2013				
	Data Source		DOR data				

Estimate Reliability Data Reliability Note		Class B Class B Modified in 2018 to change the treatment of kit and pre- 1963 cars				
Description:	Vehicles manufactured in years 1963 through 1985 are reduced state title fee rate of 0.5 percent and reduced lo 0.5 percent of the fair market value of the vehicle. This kit cars to be valued at the greater of: the retail selling p average of the current fair market value; or the current the motor vehicle .Vehicles with a model year prior to conditional title has been obtained, are allowed to opt in system upon payment of a state TAVT payment equal t the fair market value of the vehicle and a local TAVT p 0.5 percent of the fair market value of the vehicle. State Fiscal Years (\$ in Mill				aced local title feen e. This provision al elling price of the k arrent wholesale va- ior to 1963, for wh o opt into the TAV equal to 0.5 percen AVT payment equa- e. in Millions)	lows it; the lue of ich a T t of
				. ,		
Statute Year Enacted Year Effective Data Source Estimate Relia	e ability	\$48-5C-1(b) 2012 2013 DOR data Class A	(2)			
Note	: Salvage vehicles are subject to a state title fee rate of 1 percent and are no					
State Tex Eve	anditura					
Local Tax Ex	penditure	illion	30 39	28 48	56	
Daalar loona	vahiala avan	ntion				
			(12)			
Year Effective						
Data Source		DOR data				
Estimate Relia	ability	Class B				
Data Reliabili	ty	Class A				
Note						
<b>Description:</b> Dealer loaner vehicles are exempt from the state and local title fee for period of 366 days.						
	State Fiscal Years (\$ in Millions)					
	•					
	•		2018	2019	2020	
State Tax Exp Local Tax Ex						
	Data Reliabili Note Description: Description: State Tax Exp Local Tax Exp (m) Denotes a valu Reduced rate Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili Note Description: Statute Year Enacted Year Enacted Year Effective Data Source Estimate Relia Data Reliabili Note Dealer Ioaner Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabili Note	Data Reliability Note Description: Vehicles mareduced state 0.5 percent of kit cars to be average of th the motor vere conditional to system upon the fair mark 0.5 percent of State Tax Expenditure (m) Denotes a value of less than \$1 m <u>Reduced rate for salvage veres</u> Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: Salvage veh subject to th Statute Year Enacted Year Effective Data Source Estimate Reliability Note Dealer loaner vehicle exem Statute Year Enacted Year Effective Data Source Estimate Reliability Note Dealer loaner vehicle exem Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Data Source Estimate Reliability Data Reliability Note Data Reliability Note Data Reliability Note Data Reliability Note Data Reliability Note Data Reliability Note Data Reliability Note Data Reliability Note	Data ReliabilityClass B Modified in 1963 cars.NoteModified in 1963 cars.Description:Vehicles manufactured in reduced state title fee rate 0.5 percent of the fair mark kit cars to be valued at the average of the current fair the motor vehicle. Vehicle conditional title has been of system upon payment of a the fair market value of the 0.5 percent of the fair market value of the fair market value of the 0.5 percent of the fair market value of the fair market value of the fair market value of less than \$1 millionReduced rate for salvage vehicles StatuteStatute§48-5C-1(b) year EnactedYear Effective2013 DOR data Estimate ReliabilityClass A DOR dataData ReliabilityClass A NoteDescription:Salvage vehicles are subje subject to the local title feeState Tax Expenditure (m) Denotes a value of less than \$1 millionDealer loaner vehicle exemptionState Tax Expenditure (m) Denotes a value of less than \$1 millionData SourceDorn data Subject to the local title feeState Tax Expenditure (m) Denotes a value of less than \$1 millionDescription:Salvage vehicles are subje subject to the local title feeStatute§48-5C-1(d) Year EnactedQui2 Year EffectiveQui3 Data SourceData SourceDOR data Estimate ReliabilityClass B Data ReliabilityClass B Class AData ReliabilityClass B Class AData ReliabilityClass ADoteDoeler loaner vehicles are	Data ReliabilityClass B Modified in 2018 to charn 1963 cars.NoteModified in 2018 to charn 1963 cars.Description:Vehicles manufactured in years 1963 th reduced state title fee rate of 0.5 percent 0.5 percent of the fair market value of the kit cars to be valued at the greater of: th average of the current fair market value the motor vehicle. Vehicles with a mode conditional title has been obtained, are system upon payment of a state TAVT the fair market value of the vehicle and 0.5 percent of the fair market value of the state Fiscal $\frac{2018}{2018}$ State Tax Expenditure (m) Denotes a value of less than \$1 millionReduced rate for salvage vehicles Statute \$48-5C-1(b)(2)Reduced rate for salvage vehicles statuteState Tax Expenditure (m) Class A Data SourceODR data 30 2013Description:Salvage vehicles are subject to a state t subject to the local title fee.State Fiscal 2018State Tax Expenditure (m) Denotes a value of less than \$1 millionClass A 2012 (m) Class AData Reliability 30 Class AData Source (m) Denotes a value of less than \$1 millionDealer loaner vehicle exemption 30 Local Tax Expenditure (m) Denotes a value of less than \$1 millionDealer loaner vehicle exemption StatuteStatute \$48-5C-1(d)(12) Year Enacted (12) Year Enacted (2012 Year Effective (2013) Data SourceDOR data Estimate Reliability Class B Data Reliability Data SourceDOR data Class A Dord data Estimate Reliability Class B Data SourceDOR data Class A Dord data Estimate Reliability Class B Data Reliability Class A NoteDeal	Data ReliabilityClass B Modified in 2018 to change the tree 1963 cars.Description:Vehicles manufactured in years 1963 through 190 reduced state title fee rate of 0.5 percent and redu 0.5 percent of the fair market value of the vehicle kit cars to be valued at the greater of: the retail se average of the current fair market value; or the cu the motor vehicle. Vehicles with a model year pr conditional title has been obtained, are allowed to system upon payment of a state TAVT payment of the fair market value of the vehicle and a local TA 0.5 percent of the fair market value of the vehicle State Fiscal Years (\$ i 2018State Tax Expenditure(m) (m)(m) Denotes a value of less than \$1 millionReduced rate for salvage vehicles StatuteStatute§48-5C-1(b)(2) Year Enacted2012Year Effective2013Data SourceDOR data 2012 Year EffectiveDescription:Salvage vehicles are subject to a state title fee rat subject to the local title fee.State Tax Expenditure30 28 2012 28 2013 28 2013 28 2014Data SourceDOR data 28 2018 28 2021 29 28 2021 29 28 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2021 2	Data Reliability       Class B         Note       Modified in 2018 to change the treatment of kit and p         1963 cars.       Description:         Vehicles manufactured in years 1963 through 1985 are subject to a reduced state title fee rate of 0.5 percent and reduced local title fee rate of 0.5 percent of the fair market value of the vehicle. This provision al kit cars to be valued at the greater of: the retail selling price of the k average of the current fair market value; or the current wholesale va the motor vehicle. Vehicles with a model year prior to 1963, for wh conditional title has been obtained, are allowed to opt into the TAV system upon payment of a state TAVT payment equat 0.5 percent of the fair market value of the vehicle and a local TAVT payment equat 0.5 percent of the fair market value of the vehicle. State Fiscal Years (\$ in Millions)         2018       2019       2020         State Tax Expenditure       (m)       (m)       (m)         (m) Denotes a value of less than \$1 million       (m)       (m)       (m)         Reduced rate for salvage vehicles       Statute       §48-5C-1(b)(2)       Year Enacted       2012         Year Effective       2013       Data Source       DOR data       Estimate Reliability       Class A         Note       State Fiscal Years (\$ in Millions)       2020       State Tax Expenditure       30       28       24         Local Tax Expenditure       30       28       24       2020       24       20

<u>11.007</u>	Reduced rate for donated v	vehicles							
11:007	Statute	§48-5C-1(d)(	(13)						
	Year Enacted	2012	(15)						
	Year Effective	2012							
	Data Source	DOR data							
	Estimate Reliability	Class A							
	•	Class A Class A							
	Data Reliability	Class A							
	Note		<b>C</b> .	(*	L				
	<b>Description:</b> Vehicles donated to nonprofit organizations for the purpose of being								
	transferred to another person are subject to a reduced state title fee rate of 1 percent of the fair market value of the vehicle. No local title fee applies.								
	1 percent of								
					in Millions)				
			<u>2018</u>	<u>2019</u>	<u>2020</u>				
	State Tax Expenditure		(m)	(m)	(m)				
	Local Tax Expenditure		(m)	(m)	(m)				
	(m) Denotes a value of less than \$1 million								
<u>11.008</u>	08 Extended payment period for out-of-state vehicles								
11000	Statute	§48-5C-1(d)(							
	Year Enacted	2012	(5)						
	Year Effective	2012							
	Data Source	DOR data							
	Estimate Reliability	Class B							
		Class B Class B							
	5				a vahialas ahangad from				
	NoteIn 2017 the treatment of out-of-state vehicles changed from 12 percent of fair market value paid in two equal								
			•	ars to 5 pe	rcent of fair market value				
	Deceminations Valuation as	due upon reg			and of state are allowed to				
	<b>Description:</b> Vehicles registered by individuals moving from out-of-state are allowed to pay reduced title fee rate of three percent.								
	pay reduced	lille lee late of	-		in Milliona)				
				-	in Millions)				
	State Terr Francis Ilterna		<u>2018</u>	<u>2019</u>	<u>2020</u>				
	State Tax Expenditure		-3	-6	-4				
	Local Tax Expenditure (m) Denotes a value of less than \$1 m	illion	2	-2	0				
	(iii) Denotes a value of less than \$1 iii								
<u>11.009</u>	<b>09</b> Trade-in exemption (including rebates and cash discounts)								
	Statute §48-5C-1(a)(1)								
	Year Enacted	2012							
	Year Effective	2013							
	Data Source	DOR data							
	Estimate Reliability	Class A							
	Data Reliability	Class A							
	Note								
	<b>Description:</b> Both the stat	e and local title	e fee is impo	osed on the	e fair market value of a				
	_		-		vehicle, rebates or cash				
	discounts.				· · · · · · · · · · · · · · · · · · ·				
			State Fiscal	Years (\$	in Millions)				
			2018	2019	2020				
	State Tax Expenditure		194	174	154				
	Local Tax Expenditure		184	215	251				
	(m) Denotes a value of less than \$1 m	illion			-				

<u>11.010</u>	Special assessment for used Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: Under certain sale, odomet State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$1 m	§48-5C-1(a)(1 2012 2013 DOR data Class B Class C n conditions, use er reading, and S	ed vehicles	alternativ	e pricing guides.
<u>11.011</u>	Special assessment for new Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: The title fee average of the State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$1 m	§48-5C-1(a)(1 2012 2013 DOR data Class C Class B is applied to the ne current fair m	greater of t	and the cu	rrent wholesale value.
<u>11.012</u> <u>11.013</u>	Buy here pay here transaction Statute Year Enacted Year Effective Data Source Estimate Reliability Data Reliability Note Description: Seller finance two and a hat State Tax Expenditure Local Tax Expenditure (m) Denotes a value of less than \$1 m Exemption from TAVT for	§48-5C-1(b)(1 2013 2014 DOR data Class A Class A ed used car tran lf percentage po S	sactions are bints below tate Fiscal $\frac{2018}{8}$ 8	the standar Years (\$ in <u>2019</u> 8 10	d title fee rate. Millions) <u>2020</u> 7 11
<u></u>	Statute Year Enacted	48-5C-1 2015	<i>,,,,</i> ,		

Year Effective	2015
Data Source	DOR data
Estimate Reliability	Class B
Data Reliability	Class B
Note	

**Description:** Creates the plate category of "Manufacturing HQ" and included in the rights and qualifications of that plate is an exemption from the TAVT.

8 1		····· ································		Ĩ
	State Fiscal	Years (\$	in Millions)	
	<u>2018</u>	2019	<u>2020</u>	
State Tax Expenditure	2	2	2	
Local Tax Expenditure	2	2	3	
(m) Denotes a value of less than \$1 million				

## 11.014Treatment of Leased VehiclesStatute§48-5C-1(a)(1)(E)VE0.17

Statute	$g_{40} = 3C = 1(a)(1)(L)$
Year Enacted	2017
Year Effective	2018
Data Source	DOR data
Estimate Reliability	Class A
Data Reliability	Class A
Note	

**Description:** The TAVT is levied only on the base payments under the lease agreement.

Description. The fifth is levice only	on the buse p	ay monto	under the leas
	State Fiscal	Years (\$	5 in Millions)
	<u>2018</u>	<u>2019</u>	2020
State Tax Expenditure	14	24	19
Local Tax Expenditure	15	30	30
(m) Denotes a value of less than \$1 million			

## **<u>11.015</u>** Treatment of vehicles involved in divorce settlement or business reorganization

Statute	§48-5C-1(d)(18), §48-5C-1(d)(15)
Year Enacted	2018
Year Effective	2018
Data Source	Fiscal Note for HB 329 LC 28 8929S (2018)
Estimate Reliability	Class A
Data Reliability	Class A
Note	
<b>Description:</b> Vehicles	transferred because of a divorce decree are subject to a re
-	VT rate of 0.5 percent of vahiale fair market value and a r

escription: Vehicles transferred because of a divorce decree are subject to a reduced state TAVT rate of 0.5 percent of vehicle fair market value and a reduced local TAVT rate of 0.5 percent of vehicle fair market value. The transfer of a title made as a result of a business reorganization is exempt from the title fee.

	State Fiscal	Years (\$	in Millions)
	<u>2018</u>	2019	<u>2020</u>
State Tax Expenditure	0	0	1
Local Tax Expenditure	0	0	2
(m) Denotes a value of less than \$1 million			

# **11.016**Treatment of non-IRP BusesStatute§48-5C-1(d)(7.1)Year Enacted2018

Year Effective Data Source

§48-5C-1(d)(7.1)
2018
2018
Fiscal Note for HB 329 LC 28 8929S (2018)

Estimate Reliability	Class A
Data Reliability	Class A
Note	
<b>Description:</b> In the case of	of for-hire charter buses and motor coaches which seat at least
15 passenge	rs or more, the legislation allows the TAVT to be paid over a
12-month pe	eriod in two equal installments.
-	State Fiscal Years (\$ in Millions)
	2018 2019 2020

	2018	2019	<u>2020</u>
State Tax Expenditure	0	(m)	(m)
Local Tax Expenditure	0	(m)	(m)
(m) Denotes a value of less than \$1 million			

#### 12. Special Excise Tax on Consumer Fireworks

An excise tax of 5 percent is levied on gross receipts of the retail sale of fireworks in addition to any state and local taxes otherwise imposed by law. This provision became effective for fiscal years beginning on July 1, 2015. The tax is administered by the Georgia DOR and the proceeds from this excise tax are deposited into the State General Fund. The consumer fireworks tax generated \$1.24 million in state receipts for FY 2017.

### **13. State Hotel-Motel Tax**

An excise tax of \$5.00 per day is levied on each room rented or leased. This provision became effective on July 1, 2015. The tax is administered by the Georgia DOR. Although collections from this tax are deposited in to the State General Fund, they must be appropriated exclusively for transportation purposes. The state hotel-motel tax generated \$172 million in state receipts for FY 2017.

## **Appendix of Tables**

Expenditure	Summary	Tax	Expiration Date
1.6.024/ 2.6.013	Teleworking Credit	State Individual Income Tax	12/31/2011
1.6.033	Clean Energy Property and Wood Residuals Credit	Total State Credit	12/31/2014
1.6.039	Tax credit for water conservation facilities and qualified water conservation investment property	Total State Credit	12/31/2016
1.6.040	Tax credit for shift from groundwater usage	Total State Credit	12/31/2016
4.02600	Sale of machinery used exclusively for irrigation of crops to persons primarily engaged in producing farm crops for sale	Sales and Use Tax	12/31/2012
4.02700	Sales of sugar for use as food to honey bee producers	Sales and Use Tax	12/31/2012
4.02800	Sale of cattle, hogs, sheep, horses, poultry, or bees when sold for breeding purposes	Sales and Use Tax	12/31/2012
4.02900	Sale of certain types of agricultural machinery	Sales and Use Tax	12/31/2012
4.02910	Off-road equipment and related attachments used exclusively in site preparation, planting, cultivating, or harvesting of timber by persons primarily engaged in growing or harvesting timber	Sales and Use Tax	12/31/2012
4.03400	Certain machinery used in the manufacturing of tangible personal property	Sales and Use Tax	12/31/2012
4.03430	The sale or use of repair or replacement parts, machinery clothing, molds, dies, waxes or tooling for machinery	Sales and Use Tax	12/31/2012
4.03440	Sale of tangible personal property to or used in or for the construction of a new alternative fuel facility primarily dedicated to the production and processing of ethanol, biodiesel, butanol or their by-products	Sales and Use Tax	6/30/2012
4.03500	Certain materials used in industrial packaging	Sales and Use Tax	12/31/2012
4.03700	Machinery and equipment used in combating air and water pollution and any industrial material used in a burning or recycling process	Sales and Use Tax	12/31/2012

## Table 1: Summary of Expired Provisions

Expenditure	Summary	Tax	Expiration Date
4.04900	Liquefied gases and other fuels used in poultry or pullet houses or structures	Sales and Use Tax	12/31/2012
4.04910	Liquefied petroleum gas or other fuel used in a structure where swine are raised	Sales and Use Tax	6/30/2010
4.05800	Graduated exemption for the sale of overhead materials used in government contracts	Sales and Use Tax	1/1/2011
4.06400	Sale of electricity or fuels used exclusively for the operation of an irrigation system on a farm for crop irrigation	Sales and Use Tax	12/31/2012
4.07010	Partial exemption for certain sales of natural or artificial gas, fuel oil, propane, petroleum coke and coal used directly or indirectly in the manufacture or processing of tangible personal property primarily for resale	Sales and Use Tax	12/31/2010
4.07300	Sale of certain production equipment to film producers and film production companies	Sales and Use Tax	1/1/2013
4.07700	Liquefied gases and other fuels used in structures where plants, floral products, seedlings, and nursery stock are grown for sale	Sales and Use Tax	12/31/2012
4.07800	Materials used to construct a new symphony hall costing in excess of \$200 million that is owned and operated by a nonprofit organization	Sales and Use Tax	9/1/2011
4.07900	Ice used to chill poultry or vegetables during processing or shipment	Sales and Use Tax	12/31/2012
4.08800	Sale of tangible personal property used in the construction of a qualified civil rights museum	Sales and Use Tax	7/30/2015
4.08900	The sale of an airplane flight simulation training device	Sales and Use Tax	6/30/2011
6.00100	Motor fuel tax refunds for agricultural purposes	Motor Fuel Tax	6/30/2015
6.00200	Sale of fuel to mass transit vehicles	Motor Fuel Tax	6/30/2015
6.00300	Sale of fuel to campus transportation vehicles	Motor Fuel Tax	6/30/2015
2.6.028	Tax credit for water-conservation facilities and qualified water-conservation investment property	Total State Credit	12/31/2016
2.6.029	Tax credit for shift from groundwater usage	Total State Credit	12/31/2016
2.6.033	Employer tax credit for hiring qualified parolees	Corporate Income Tax	6/30/2010

Expenditure	Summary	Tax	Expiration Date
2.1.007	Exclusion of health insurance benefits for military retirees and retiree dependents enrolled in Medicare	Federal Corporate Income Tax	1/1/2015
2.2.013	Election to expense 50 percent of qualified property used to refine liquid fuels	Federal Corporate Income Tax	1/1/2015
4.09000	The sale of electricity to a manufacturer located in this state used directly in the manufacture of a product	Sales and Use Tax	12/31/2012
4.07500	Sales tax holiday for back to school items	Sales and Use Tax	7/31/2016
4.08200	Sales tax holiday for water-efficient and energy-efficient purchases	Sales and Use Tax	10/2/2016
4.01600	The sale or use of Holy Bibles; testaments, and similar books commonly recognized as being Holy Scripture regardless of by or to whom sold	Sales and Use Tax	2/6/2006
4.07400	Sale or use of digital broadcast equipment sold to, leased to, or used by a federally licensed commercial or public radio or television broadcast station, a cable network, or a cable distributor	Sales and Use Tax	11/1/2008
4.09200	Sale to an organization defined by the Internal Revenue Service as an instrumentality of the states relating to the holding of an annual meeting in this state for the period commencing July 1, 2012, and ending on December 31, 2013	Sales and Use Tax	12/31/2013
6.00600	Motor fuel tax exemption for public school buses	Motor Fuel Tax	6/30/2015
1.6.042	Tax credit for purchase of alternative fuel heavy-duty or medium-duty vehicle	Total State Credit	6/30/2017
4.09600	Exemption for sales or use of construction materials used for or in the construction of buildings at a private college	Sales and Use Tax	6/30/2016
2.6.031	Tax credit for purchases of alternative fuel heavy-duty or medium-duty vehicle	Total State Credit	6/30/2017
4.08000	Materials used to construct an eligible corporate attraction dedicated to history or products of corporation.	Sales and Use Tax	12/31/2007
4.08400	Tangible personal property used for construction of National Infantry Museum and Heritage Park.	Sales and Use Tax	6/30/2008
4.08500	Sale of tangible personal property sold to "qualified job training organization."	Sales and Use Tax	6/30/2010

## Table 1: Summary of Expired Provisions

Expenditure	Summary	State FY 2018	State FY 2019	State FY 2020
	emption for a Business Input ⁴			
4.01700	Sales of fuel or consumable supplies used by ships engaged in inter-coastal or foreign commerce	4	4	4
4.02500	Fares of for-hire vehicles	Estimate n	ot available	at this time
4.03410	Machinery and equipment used to handle, move, or store tangible personal property in certain distribution facilities	Estimate n	ot available	at this time
4.03420	Machinery and equipment used directly to remanufacture certain aircraft engines or aircraft engine parts	(m)	(m)	(m)
4.03910	Cargo containers and related chassis used for storage or shipping by persons engaged in international shipment of tangible personal property	Estimate n	ot available	at this time
4.04500	The sale or use of paper stock when used to print catalogs for distribution outside Georgia	Estimate not available at this tin		at this time
4.04800	Sale of crab bait to licensed commercial fishermen	(m)	(m)	(m)
4.06000	Sale of certain machinery and equipment used to improve air quality in a clean room of Class 100,000 or less	(m)	(m)	(m)
4.06500	Sale of dyed diesel fuel used exclusively for operations of vessels or boats by licensed commercial fishermen	(m)	(m)	(m)
4.06800	Sale of certain computer equipment when the total qualifying purchases by a high technology company exceed \$15 million	Estimate n	ot available	at this time
4.06900	Sales of machinery and equipment and material incorporated and used in a clean room of Class 100 or less	Estimate C	Combined wi	ith 4.06000
4.07000	Sale of natural gas used directly in the manufacture of electricity	54	63	73
4.08100	The purchase of food and nonalcoholic beverages provided at no charge aboard a qualified airline	4	4	4
4.08300	Sale of biomass materials used to produce electricity or steam intended for sale	1	1	2
4.09400	The sale, use, consumption, or storage of materials, containers, labels, sacks, or bags used for packaging tangible personal property for shipment or sale	Estimate	Combined	with 4.3.3

Table 2: Sales and	use tax expendit	ures by type

⁴ Sales tax exemptions which are defined primarily as an exemption for a profit making business.

		State FY	State FY	State FY
Expenditure	Summary	2018	2019	2020
4.3.2	Exemptions for energy, machinery or equipment, industrial material, and consumable supplies used in manufacturing	3,297	3,443	3,618
4.3.3	Sale and use by a qualified agriculture producer of agricultural production inputs, energy used in agriculture, and agricultural machinery and equipment	138	144	151
4.3.4	Exemption for qualified boat repairs	(m)	(m)	(m)
Sales Tax Exe	mption for a Specific Item ⁵			
4.00300	Federal retailer's excise tax if separately itemized to the consumer and Georgia motor fuel tax imposed on the sale of motor fuel	Estimate n	ot available	at this time
4.00400	Sales of transportation furnished by a county or municipal public transit system or public transit authorities	8	8	8
4.00500	Sales of transportation furnished by an approved and authorized urban transit system	Estimate combined with 4.00400		
4.01200	School lunches sold and served to pupils and employees of public schools	7	6	6
4.01300	School lunches sold and served to pupils and employees of approved private schools	1	1	1
4.01800	Charges for transportation of tangible personal property made in connection with interstate or intrastate transportation	Estimate not available at this time		
4.02000	Water delivered through water mains, lines, or pipes	66	69	76
4.02200	Professional, insurance or personal service transactions which involve sales as inconsequential elements for which no separate charge is made	See expenditure estimates for services (4.50003, 4.50010, 4.50011)		
4.02300	Repair services when a separate charge is made to the customer	See expenditure estimates for Services (4.50003, 4.50010, 4.50011)		
4.02400	Rental of videotape or film to persons charging admission to view the tape or film	7	7	7
4.03300	Common or common and contract carriers	Estimate n	ot available	at this time

Table 2: Sales an	nd use tax	evnenditures	hv tvne
Table 2. Sales a	nu use tax	expenditures	by type

⁵ Sales tax exemptions which are defined primarily by the item being purchased and not defined, or only generally defined, by the seller or purchaser.

Expenditure	Summary	State FY 2018	State FY 2019	State FY 2020
4.04200	Use or lease of tangible personal property when the lessor and lessee are under 100 percent common ownership and where the person who furnishes, leases, or rents the property has paid sales or use tax on the property	Estimate n	ot available	at this time
4.04300	Revenues from coin-operated amusement machines for which individual permits are required	28	29	31
4.04700	Sale of drugs dispensed by prescription, prescription glasses, contact lenses, contact lens samples and sales or use of certain controlled substances or dangerous drugs	447	478	509
4.05000	Sales of insulin syringes and blood glucose level measuring strips dispensed without a prescription	25	27	28
4.05100	Sale of oxygen when prescribed by a licensed physician	(m)	(m)	(m)
4.05200	Sale or use of hearing aids	6	6	6
4.05400	Sale or use of any durable medical equipment or prosthetic device prescribed by a physician	36	38	41
4.05500	Sale of Georgia lottery tickets	175	180	186
4.05700	Food purchased for off-premises consumption	596	618	635
4.06100	Advertising inserts that are used in newspapers for resale	Estimate n	ot available	at this time
4.06200	Sod grass sold in the original state of production by the sod producer, employee of the producer, or family member of the producer	3	3	3
4.06600	Sale of gold, silver, or platinum bullion	2	2	2
4.06700	Sale of coins or currency	1	1	1
4.09100	The sale of prewritten software which has been delivered to the purchaser electronically or by means of load and leave	Estimate not available at this time		
4.10000	Exemption for sales of tickets to a qualified fine arts performance or exhibition	4	4	4
4.10200	Partial exemption for qualified manufactured homes	0	3	3
4.3.5	Exemption for the sale and use of jet fuel	0	48	0
4.90000	Sales tax exemption for casual sales	2	2	2

Table 2: Sales and use tax expenditur	es by type		
Tuble 2. Sules und use tux expenditur	cs by type		
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4.00100	Sales to Federal Government, State of Georgia or a county or municipality in Georgia or any agency of such governments	Estimate not available at this time		
4.00600	Sales to any Hospital Authority created by Georgia law	Estimate c	combined wi	th 4.00700
4.00610	Sales to any Housing Authority created by Georgia law	2	2	2
4.00620	Sales to local government authorities created on or after January 1, 1980 for the principal purpose of constructing, owning, or operating a coliseum and related facilities	(m)	(m)	(m)
4.00630	Sales to any agricultural commission created by the Department of Agriculture	(m)	(m)	(m)
4.00700	Sales of tangible personal property and services to an approved nursing home, inpatient hospice, general hospital or mental hospital when used specifically in the treatment function	111	117	124
4.00705	Sales of tangible personal property to a non-profit health center established and receiving funds pursuant to the U.S. Public Health Service Act	1	1	0
4.00710	Sales of tangible personal property and services to a nonprofit organization whose primary function is to provide services to persons with intellectual disabilities	1	1	1
4.00720	Sales to Georgia Society of the Daughters of the American Revolution	(m)	(m)	(m)
4.00730	Sales of tangible property and services to a nonprofit volunteer health clinic primarily treating patients with incomes below 200 percent of the poverty level	1	1	0
4.00800	Sales of tangible personal property and services to the University System of Georgia and its educational units	45	47	50
4.00900	Sale of tangible personal property and services used exclusively in the educational function of an approved private college or university located in Georgia in which the credits are accepted by the University System of Georgia	Estimate combined with 4.00800		th 4.00800
4.01000	Sales of tangible personal property and services used exclusively in the educational function of an approved private elementary or secondary school	6	7	7

⁶ Sales tax exemptions which are defined primarily by the purchaser and not defined, or only generally defined, by the seller or the item being purchased.

4.01100	Sale of tangible personal property or services to, and the purchase of tangible personal property or services by, any educational or cultural institute	(m)	(m)	(m)
4.01900	All tangible personal property purchased outside this state by a nonresident when the property is brought into Georgia upon the nonresident becoming a resident	Estimate n	ot available	at this time
4.02100	Sales, transfers or exchanges of tangible personal property resulting from business reorganization when the owners, partners, or stockholders maintain the same proportionate interest or share in the newly formed business	Estimate n	ot available	at this time
4.03100	Sale of tangible personal property manufactured or assembled in Georgia for export when delivery is taken outside of Georgia	Estimate n	ot available	at this time
4.03600	Machinery and equipment used in a facility for the primary purpose of reducing or eliminating air and water pollution	(m)	(m)	(m)
4.03610	Machinery and equipment used for water conservation and incorporated into a qualified water conservation facility.	Estimate n	ot available	at this time
4.04000	Sale of major components or repair parts installed in military aircraft, vehicles, or missiles	36	34	40
4.04100	Sale of tangible personal property and services to a nonprofit child-caring institution, child-placing agency, or maternity home	1	1	1
4.04600	Sale of tangible personal property or taxable services to nonprofit blood banks	(m)	(m)	(m)
4.06810	High-Tech Data Center Equipment Exemption	0	8	15
4.07100	Sale to or by an organization whose primary purpose is to raise funds for books, materials, and programs for public libraries	(m)	(m)	(m)
4.07600	Exemption for personal property used in the renovation or expansion of an aquarium	1	1	1
4.09300	Sale of tangible personal property used for and in the construction of a competitive project of regional significance, for the period commencing January 1, 2012, until June 30, 2019	9	9	4
4.09700	Sales of admission to a nonrecurring major sporting event	3	1	3
4.09800	Sales of tangible personal property and services to a qualified job training organization	1	1	1
4.10300	Exemption for construction materials used in construction of an automobile museum	0	(m)	(m)

4.01400	Sales of art and other artifacts for display or exhibition to museums	1	1	1
4.01510	Sales of pipe organs or steeple bells to any church qualifying as a nonprofit	(m)	(m)	(m)
4.03000	Vehicles purchased by service-connected disabled veterans when the U.S. Dept. of Veterans Affairs supplies a grant to purchase and specially adapted the vehicle	(m)	(m)	(m)
4.03200	Aircraft, watercraft, motor vehicles, and other transportation equipment manufactured or assembled in this State for exclusive use outside Georgia	Estimate n	ot available	at this time
4.04400	Sale of motor vehicles to nonresident purchasers when vehicles are immediately removed from Georgia and titled in another state	Estimate n	ot available	at this time
4.05300	Transactions where food stamps or WIC coupons are used as the method of payment	91	82	73
4.05710	Sales of food and beverages to a qualified food bank (expires June 30, 2021)	1	1	1
4.06300	Funeral merchandise when paid with funds from the Georgia Crime Victims Emergency Fund	(m)	(m)	(m)
4.07200	Sale of prescribed mobility enhancing equipment	1	1	1
4.08600	Sales of engines, parts, equipment and other tangible personal property used in the maintenance or repair of certain aircraft	17	17	17
4.09900	Exemption for expenses related to the renovation or expansion of qualified theatres	(m)	(m)	0
4.10100	The sale of certain written material by a nonprofit	0	7	8
Sales Tax E	Exemption for a Specific Seller ⁸	I		
4.00200	Tangible personal property furnished by the Federal Government or any county or municipality used by a contractor in the installation, repair, or extension of any public water, gas, or sewer system	Estimate not available at this time		
4.01500	Specific fundraising sales by any religious institution lasting no more than 30 days in a calendar year and sales of religious paper when the paper is owned and operated by the religious institution	(m)	(m)	(m)
4.03800	Sale of tangible personal property and fees and charges for services by the Rock Eagle 4-H Center	(m)	(m)	(m)

Sales Tax Exemption for a Specific Purchaser of a Specific Item⁷

 ⁷ Sales tax exemptions which are specifically defined by the purchaser as well as the item being purchased.
 ⁸ Sales tax exemptions which are defined primarily by the seller and not defined, or only generally defined, by the purchaser of the item being purchased.

4.03900	Certain sales by a public or private school of tangible personal property, concessions, and tickets for admission to school functions	2	2	2
4.05600	Sale by any qualified nonprofit parent-teacher organization	(m)	(m)	(m)
4.05720	Exemption for prepared food and food ingredients that are donated to a qualified nonprofit agency and used for hunger relief purposes	3	3	3
4.05730	Exemption for food and food ingredients that are donated following a natural disaster and used for disaster relief	(m)	(m)	(m)
4.05900	Sale of eligible food and beverages by any Girl or Boy Scout council	1	1	1
4.3.6	Exemption for sales within an enterprise zone	Estimate n	ot available	at this time
4.70000	Compensation of dealers for reporting and paying tax	70	73	77

#### Tables 3-9: Distributional tables of selected provisions

Tables 3 through 9 provide information on the distribution across Georgia AGI for selected exemptions and deductions from the state personal income tax. The data used to produce the tables is from the state personal income tax files for 2016. It has not been adjusted for inflation nor does it reflect any legislative changes that may have occurred since 2016. Column 1 of each table provides the categories of Georgia AGI. Column 2 (Number of Returns) provides the number of returns for each AGI category. Column 3 (Average Value) gives the average value of the tax exemption or deduction taken by filers in each AGI category. Column 4 (Total) provides the total value of the deduction or exemption associated with each AGI category and column 5 (Percent of Total) provides the percent of the total value of the deduction taken by filers in to that AGI category.

		· · · · · · · · · · · · · · · · · · ·		
	Number of	Average	Total	Percent of
	Returns	Value		Total Dollars
$GA AGI \le 0$	335,184	\$4,944	\$1,657,189,000	6.2%
0 <ga agi="" td="" ≤\$25,000<=""><td>1,498,899</td><td>\$5,367</td><td>\$8,044,160,400</td><td>30.1%</td></ga>	1,498,899	\$5,367	\$8,044,160,400	30.1%
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>902,265</td><td>\$6,621</td><td>\$5,974,264,000</td><td>22.3%</td></ga>	902,265	\$6,621	\$5,974,264,000	22.3%
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>724,800</td><td>\$7,774</td><td>\$5,634,734,700</td><td>21.1%</td></ga>	724,800	\$7,774	\$5,634,734,700	21.1%
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>518,463</td><td>\$9,885</td><td>\$5,125,233,900</td><td>19.2%</td></ga>	518,463	\$9,885	\$5,125,233,900	19.2%
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>19,851</td><td>\$10,654</td><td>\$211,495,900</td><td>0.8%</td></ga>	19,851	\$10,654	\$211,495,900	0.8%
GA AGI >\$1,000,000	8,849	\$10,357	\$91,649,600	0.3%
Total	4,008,311	\$6,671	\$26,738,727,500	100.0%
			•	

The percent of total column may not sum to 100 percent due to rounding.

Tuble II Rethement Income Exclusion					
	Number of	Average	Total	Percent of	
	Returns	Value		Total Dollars	
$GA AGI \le 0$	343,736	\$27,465	\$9,440,781,343	43.2%	
0 <ga agi="" td="" ≤\$25,000<=""><td>189,944</td><td>\$26,353</td><td>\$5,005,531,982</td><td>22.9%</td></ga>	189,944	\$26,353	\$5,005,531,982	22.9%	
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>93,884</td><td>\$25,463</td><td>\$2,390,550,610</td><td>10.9%</td></ga>	93,884	\$25,463	\$2,390,550,610	10.9%	
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>86,653</td><td>\$27,247</td><td>\$2,360,990,729</td><td>10.8%</td></ga>	86,653	\$27,247	\$2,360,990,729	10.8%	
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>63,074</td><td>\$36,201</td><td>\$2,283,318,951</td><td>10.5%</td></ga>	63,074	\$36,201	\$2,283,318,951	10.5%	
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>3,653</td><td>\$58,799</td><td>\$214,793,715</td><td>1.0%</td></ga>	3,653	\$58,799	\$214,793,715	1.0%	
GA AGI >\$1,000,000	2,119	\$68,902	\$146,003,981	0.7%	
Total	783,063	\$27,893	\$21,841,971,311	100.0%	

#### **Table 4: Retirement Income Exclusion**

The percent of total column may not sum to 100 percent due to rounding.

	Number of	Average	Total	Percent of
	Returns	Value		Total Dollars
$GA AGI \le 0$	1,930	\$3,181	\$6,138,718	4.2%
0 <ga agi="" td="" ≤\$25,000<=""><td>1,728</td><td>\$2,657</td><td>\$4,591,122</td><td>3.1%</td></ga>	1,728	\$2,657	\$4,591,122	3.1%
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>2,119</td><td>\$2,412</td><td>\$5,111,878</td><td>3.5%</td></ga>	2,119	\$2,412	\$5,111,878	3.5%
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>6,403</td><td>\$2,245</td><td>\$14,374,055</td><td>9.8%</td></ga>	6,403	\$2,245	\$14,374,055	9.8%
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>27,132</td><td>\$3,742</td><td>\$101,519,103</td><td>69.5%</td></ga>	27,132	\$3,742	\$101,519,103	69.5%
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>1,641</td><td>\$6,273</td><td>\$10,294,801</td><td>7.1%</td></ga>	1,641	\$6,273	\$10,294,801	7.1%
GA AGI >\$1,000,000	521	\$7,601	\$3,960,235	2.7%
Total	41,474	\$3,520	\$145,989,912	100.0%

#### **Table 5: Georgia Higher Education Savings Plan Deduction**

The percent of total column may not sum to 100 percent due to rounding.

#### **Table 6: Interest on U.S. Obligations**

	Number of	Average	Total	Percent of
	Returns	Value		Total Dollars
$GA AGI \le 0$	20,462	\$24,421	\$499,698,617	88.3%
0 <ga agi="" td="" ≤\$25,000<=""><td>6,552</td><td>\$2,277</td><td>\$14,922,145</td><td>2.6%</td></ga>	6,552	\$2,277	\$14,922,145	2.6%
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>4,027</td><td>\$2,312</td><td>\$9,312,357</td><td>1.6%</td></ga>	4,027	\$2,312	\$9,312,357	1.6%
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>6,043</td><td>\$2,013</td><td>\$12,164,279</td><td>2.1%</td></ga>	6,043	\$2,013	\$12,164,279	2.1%
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>11,066</td><td>\$1,796</td><td>\$19,874,208</td><td>3.5%</td></ga>	11,066	\$1,796	\$19,874,208	3.5%
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>1,483</td><td>\$2,220</td><td>\$3,292,008</td><td>0.6%</td></ga>	1,483	\$2,220	\$3,292,008	0.6%
GA AGI >\$1,000,000	1,162	\$5,688	\$6,609,063	1.2%
Total	50,795	\$11,140	\$565,872,677	100.0%

The percent of total column may not sum to 100 percent due to rounding.

#### Table 7: Blind and Age 65 Deductions

Tuble 7. Diffu and Age of Deductions					
	Number of	Average	Total	Percent of	
	Returns	Value		Total Dollars	
$GA AGI \leq 0$	197,592	\$1,838	\$363,174,500	56.9%	
0 <ga agi="" td="" ≤\$25,000<=""><td>99,786</td><td>\$1,774</td><td>\$176,979,400</td><td>27.7%</td></ga>	99,786	\$1,774	\$176,979,400	27.7%	
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>33,497</td><td>\$1,727</td><td>\$57,840,900</td><td>9.1%</td></ga>	33,497	\$1,727	\$57,840,900	9.1%	
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>18,430</td><td>\$1,739</td><td>\$32,058,000</td><td>5.0%</td></ga>	18,430	\$1,739	\$32,058,000	5.0%	
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>4,097</td><td>\$1,837</td><td>\$7,527,000</td><td>1.2%</td></ga>	4,097	\$1,837	\$7,527,000	1.2%	
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>96</td><td>\$1,869</td><td>\$179,400</td><td>0.0%</td></ga>	96	\$1,869	\$179,400	0.0%	
GA AGI >\$1,000,000	59	\$1,939	\$114,400	0.0%	
Total	353,557	\$1,804	\$637,873,600	100.0%	

The percent of total column may not sum to 100 percent due to rounding.

	Number of	Average	Total	Percent of
	Returns	Value		Total Dollars
$GA AGI \le 0$	239,363	\$2,578	\$616,969,000	9.6%
0 <ga agi="" td="" ≤\$25,000<=""><td>1,364,148</td><td>\$2,373</td><td>\$3,236,961,400</td><td>50.4%</td></ga>	1,364,148	\$2,373	\$3,236,961,400	50.4%
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>645,848</td><td>\$2,475</td><td>\$1,598,254,800</td><td>24.9%</td></ga>	645,848	\$2,475	\$1,598,254,800	24.9%
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>307,058</td><td>\$2,695</td><td>\$827,423,000</td><td>12.9%</td></ga>	307,058	\$2,695	\$827,423,000	12.9%
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>50,066</td><td>\$2,894</td><td>\$144,911,200</td><td>2.3%</td></ga>	50,066	\$2,894	\$144,911,200	2.3%
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>288</td><td>\$2,756</td><td>\$793,700</td><td>0.0%</td></ga>	288	\$2,756	\$793,700	0.0%
GA AGI >\$1,000,000	202	\$2,846	\$574,900	0.0%
Total	2,606,973	\$2,465	\$6,425,888,000	100.0%

#### **Table 8: Standard Deduction**

The percent of total column may not sum to 100 percent due to rounding.

#### Table 9: Federally Taxable Social Security Benefits

	Number of	Average	Total	Percent of
	Returns	Value		Total Dollars
$GA AGI \leq 0$	220,653	\$13,166	\$2,905,115,722	38.1%
0 <ga agi="" td="" ≤\$25,000<=""><td>114,032</td><td>\$13,418</td><td>\$1,530,093,678</td><td>20.1%</td></ga>	114,032	\$13,418	\$1,530,093,678	20.1%
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>78,989</td><td>\$15,112</td><td>\$1,193,684,440</td><td>15.7%</td></ga>	78,989	\$15,112	\$1,193,684,440	15.7%
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>62,138</td><td>\$18,559</td><td>\$1,153,195,699</td><td>15.1%</td></ga>	62,138	\$18,559	\$1,153,195,699	15.1%
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>34,871</td><td>\$21,840</td><td>\$761,595,224</td><td>10.0%</td></ga>	34,871	\$21,840	\$761,595,224	10.0%
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>1,952</td><td>\$26,583</td><td>\$51,889,170</td><td>0.7%</td></ga>	1,952	\$26,583	\$51,889,170	0.7%
GA AGI >\$1,000,000	1,113	\$28,500	\$31,720,055	0.4%
Total	513,748	\$14,846	\$7,627,293,988	100.0%

The percent of total column may not sum to 100 percent due to rounding.