

1 1261-S AMH MORR H2746.1

2 **SHB 1261 - H AMD 105 WITHDRAWN 3-19-97**

3 By Representative Morris

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5 On page 2, line 4, after "is" strike "thirty-five" and insert  
6 "~~((thirty-five))~~ one hundred five"

7 EFFECT: Increases the small business B&O tax credit from \$35 per  
8 month to \$105 per month (\$1,260 per year). Fiscal impact of \$94.55  
9 million in 1997-99 biennium. The impact at different tax rates is as  
10 follows:

11		Current Law	Proposed
12		\$35/month	\$105/month
13		\$420/year	\$1,260/year
14	Retailing (0.471% B&O tax rate)		
15	No B&O tax when income below:	\$ 89,172	\$267,516
16	Reduced B&O tax when income below:	\$178,344	\$535,032
17	Manufacturing/Wholesaling		
18	(0.484% B&O tax rate)		
19	No B&O tax when income below:	\$ 86,777	\$260,331
20	Reduced B&O tax when income below:	\$173,554	\$520,661
21	Service - other (1.75% B&O tax rate)		
22	No B&O tax when income below:	\$ 24,000	\$ 72,000
23	Reduced B&O tax when income below:	\$ 48,000	\$144,000
24	Business Services (2.0% B&O tax rate)		
25	No B&O tax when income below:	\$ 21,000	\$ 63,000
26	Reduced B&O tax when income below:	\$ 42,000	\$126,000

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