

BILL SUMMARY
1st Session of the 58th Legislature

Bill No.:	HB 1950
Version:	SUBPCS1
Request Number:	7431
Author:	Rep. Cruz
Date:	2/18/2021
Impact:	PRELIMINARY IMPACT

**Credit Available for Tax Years
2020 Through 2022**

**Annual Maximum Credits Authorized:
(\$5,000,000)**

**Maximum Credit Claimed:
\$1,250.00**

Research Analysis

Pending

Prepared By: House Research Staff

Fiscal Analysis

The measure provides an income tax credit in the amount of one hundred percent (100%) for qualified rental income loss incurred by a qualifying entity acting as a landlord of a qualified residential real property pursuant to a rental contract. Qualified income losses relate to the gross amount of unpaid rent deferred by a landlord when the deferral is established by written agreement.

The credit is made available for tax years 2020, 2021 and 2022. Total credits authorized for all taxpayers will not exceed \$5,000,000, with the maximum credit for any taxpayer to be limited to \$1,250.00

Prepared By: Mark Tygret

Other Considerations

The Tax Commission is to create a registration program for qualified entities as defined in the measure. Registration information is to include deferred rental start dates and amounts, proof of non-eviction and other relevant information. The Tax Commission has not indicated any potential administrative costs associated with the registration program.