151st GENERAL ASSEMBLY
FISCAL NOTE

BILL:	**HOUSE BILL NO. 278**
SPONSOR:	**Representative Collins**
DESCRIPTION:	**AN ACT TO AMEND TITLE 30 OF THE DELAWARE CODE RELATING TO PERSONAL INCOME TAXES.**

Assumptions:

1. This Act becomes effective upon signature by the Governor. Upon signature, this Act is effective for tax years beginning after December 31, 2022.
2. This Act would adjust personal income tax brackets annually for inflation.
3. Upon enactment, personal income tax brackets would be adjusted by an amount equal to the change in the Consumer Price Index – Urban (CPI-U) for the 12 months ending June 30 of the immediately preceding tax year.
4. General Fund revenue loss estimates by the Department of Finance assume current forecasts of CPI-U of 5.4% for FY 2022 and 2.5% for FY 2023 and are based on 2019 personal income tax return data.

Cost:

	General Fund Revenue Loss
Fiscal Year 2023:	$6,500,000
Fiscal Year 2024:	$18,600,000
Fiscal Year 2025:	$26,100,000

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Office of the Controller General