152nd GENERAL ASSEMBLY
FISCAL NOTE REVISED

BILL:	**HOUSE BILL NO. 149**
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, 2023.

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 are based on 2019 personal income tax return data and assume current forecasts of CPI-U of 6.3% for FY 2024, 3.1% for FY 2025 and 2.37% for FY 2026.

5. It is assumed that any fiscal impact due to the tax year 2024 updated brackets would not be realized until FY 2025.

Cost:

	General Fund Revenue Loss:
Fiscal Year 2025:	$30.0 million
Fiscal Year 2026:	$30.8 million
Fiscal Year 2027:	$38.6 million

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Office of the Controller General