



October 31, 2024

2024 TAX POLICY LEGISLATION FOR CONSIDERATION BY JOINT SUBCOMMITTEE

Prepared by House Appropriations and Senate
Finance and Appropriations Committee Staff

Bills Referred to Joint Subcommittee on Tax Policy

Bill	Patron	Title	2026 Impact (\$ in millions)
Governor's 2024 Proposed Tax Package			
HB1281	Fowler	Income tax, state; decreases certain taxes, increases amount of tax credit.	(\$202.3)
SB632	Stuart	Income tax, state; decreases certain taxes, increases amount of tax credit.	(\$202.3)
Expansion of Sales Tax Base			
HB889	Watts	Retail Sales and Use Tax; levies tax on following services: admissions, charges for recreation, etc.	\$1,044.5
SB703	Lucas	General appropriations and revenue of the Commonwealth; includes digital personal property.	\$168.4
Remove the sunset provisions for the current standard deductions which are set to expire after Tax Year 2025			
SB108	Suetterlein	Income tax, state; standard deduction.	Assumed in official forecast; dependent on TCJA extension
HB88	McNamara	Income tax, state; removes sunset on elevated standard deduction amounts.	Assumed in official forecast; dependent on TCJA extension
Create New Tax Bracket at Highest End			
HB887	Watts	Income tax, state; creates a new tax bracket.	\$510.2
HB865	Hernandez	Income tax, state; establishes a new tax bracket beginning on and after January 1, 2024.	\$1,300.0

Bills Referred to Joint Subcommittee on Tax Policy: Continued

Bill	Patron	Title	2026 Impact (\$ in millions)
<u>Legislation Related to Rolling Conformity</u>			
HB261	McNamara	Income tax, state; conformity to Internal Revenue Code.	Indeterminate based on federal tax changes; up to ± \$75.0 million
SB459	Marsden	Income tax, state; rolling conformity.	Indeterminate based on federal tax changes; up to ± \$75.0 million
<u>Exempt Pensions for First Responders from Income Tax</u>			
SB61	Craig	Income tax, state; establishes a subtraction for firefighter benefits.	(\$8.1)
SB662	Peake	Income tax, state; subtraction for state police retirement benefits.	(\$0.7)
<u>Tax Credit Legislation</u>			
HB969	Tran	Child tax credit; creates a credit for taxable years 2024 through 2028.	Up to (\$650.0)
HB1078	Rasoul	Family caregiver; creates a nonrefundable income tax credit for taxable years 2024 through 2028.	Up to (\$21.0)
HB621	Price	Income tax, state; eligible low-income taxpayers to claim a refundable tax credit.	Up to (\$30.0)
HB1096	Thomas	Housing opportunity; increases tax credit.	Up to (\$8.0)
SB251	Hashmi	Content manufacturing tax credit; removes sunset for the motion picture credit, redesignates credit.	Up to (\$40.0)

Bills Referred to Joint Subcommittee on Tax Policy: Continued

Bill	Patron	Title	2026 Impact (\$ in millions)
Miscellaneous			
HB1414	Bennett-Parker	Estate tax; reinstates tax for persons dying on and after July 1, 2024.	Up to \$60.0
HB1281	Fowler	Income tax, state; decreases certain taxes, increases amount of tax credit.	(\$203.3)
SB192	Subramanyam	Sales and use tax exemption; data centers.	Up to \$904.0 if data centers do not meet energy efficiency standards
SB451	Marsden	Income tax, corporate; distribution of revenues to state parks. (Does not change Tax Policy but does allocate money from General Fund to Special Fund so net of total is zero)	(\$108.1)
HB240	McQuinn	Income tax, state; contributions to Virginia College Savings Plan accounts, report. (Increases tax deduction for College Savings Plan contributions)	(\$31.6)