



Greg S. Griffin State Auditor

December 16, 2022

The Honorable Brian P. Kemp, Governor The Honorable Geoff Duncan, Lieutenant Governor The Honorable Jan Jones, Speaker of the House of Representatives Members of the General Assembly

Ladies and Gentlemen:

I am pleased to submit to you the Georgia Tax Expenditure Report for FY 2024 prepared by Georgia State University on behalf of the Department of Audits and Accounts. This report was prepared for inclusion in the Governor's Budget Report as required by Georgia Code §45-12-75. A copy of this report will be made available to the public on the Governor's Office of Planning and Budget's website and is also filed as a permanent record with the State Auditor.

This report provides a comprehensive listing of the State's statutory tax provisions ("tax expenditures") that allow preferential tax treatment of certain types of taxpayers or activities. Although not direct government expenditures, tax expenditures represent an allocation of government resources in the form of taxes that could have been collected (and appropriated) if not for their preferential tax treatment. To the extent possible, the dollar value of each tax expenditure has been included in this report. It is important to note, however, that data for numerous tax expenditures is not captured by the Department of Revenue. In these instances, the lack of available information is either noted or an estimate, if possible, is provided. The data included in this report has not been verified or validated by the Department of Audits and Accounts and no opinion or other form of assurance is expressed on this report.

We appreciate the staff of the Georgia State University Fiscal Research Center for preparing this report.

Respectfully Submitted,

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Greg S. Griffin State Auditor

Georgia Tax Expenditure Report for FY 2024

Prepared by the Fiscal Research Center of the Andrew Young School of Policy Studies at Georgia State University

December 2022

Funding for this project was provided by the Georgia Department of Audits and Accounts. We would like to thank the Georgia Department of Revenue and the Georgia Office of Insurance and Safety Fire Commissioner for their contributions to the preparation of this report. Lastly, we would like to thank the Georgia Department of Audits and Accounts for their comments and recommendations. All estimates presented in this report are the work of the Fiscal Research Center. We are solely responsible for its contents.

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Introduction

Tax expenditures are provisions in the tax code that allow for special treatment of a source of income or a certain type of expense. Such treatment usually results in a reduction in tax liability for the taxpayer. In principle, these tax benefits could be provided by direct appropriation, thus these provisions are referred to as "expenditures". They represent tax revenues that would have been otherwise generated if not for this preferential treatment in the tax code.

Like direct government expenditures, tax expenditures are an allocation of government revenue that are intended to achieve a particular policy outcome or encourage some activity. The value of a tax expenditure can be thought of as representing the amount of money that would be necessary to provide the same level of financial support in the form of a government grant instead of through the tax code. Tax expenditures are received by businesses and individual taxpayers and are present in all of Georgia's major taxes, including the individual income tax, corporate income tax, and sales tax.

Tax expenditures, also referred to as tax preference items, can take several forms. Many are structured as tax credits and deductions, such as the corporate credit for hiring a new worker or the individual deduction for the mortgage interest paid on a primary residence. Other expenditures are in the form of exclusions of income. For example, at the state level, individuals in Georgia can exclude the value of Social Security benefits from the calculation of Georgia taxable income. Lastly, some tax expenditures may be provided in the form of reduced rates for selected taxable transactions, such as the reduced title ad valorem tax for rental vehicles and certain vehicle title transfers.

Tax Expenditure Report

Preparation of a tax expenditure report is required by the Official Code of Georgia Annotated §45-12-75. The purpose of the report is to list all tax expenditures and their value. In this way, these items can be tracked over time in a fashion analogous to a budget of direct governmental expenditures.

While direct expenditures for such items as education or transportation are reviewed annually with every budget, tax expenditures are often not subject to such periodic review. It is important to monitor the value associated with these provisions as they are a reduction in tax revenue and their presence results in special treatment for some taxpayers relative to others. For example, the state government supports education through direct expenditure programs and through HOPE scholarships but also allows a tax deduction for certain educational expenses borne by the taxpayer or paid by an employer. Both the direct expenditure and the tax expenditure represent an allocation of government resources toward education, but only the direct expenditures are listed in an annual budget.

Leaving tax expenditures out of the annual budgetary review process creates two types of distortions. First, it under-represents the amount of government resources allocated for a given purpose. Second, it incorrectly represents the distribution of the benefits of government expenditures. The benefits of tax expenditure provisions are usually targeted to higher income taxpayers compared to direct expenditure programs, so that the absence of tax expenditures in the overall analysis may lead to the conclusion that government resources are targeted toward less affluent taxpayers. In addition, not all tax expenditure programs have a direct budgetary counterpart, thus without a tax expenditure report, these provisions and their distributional effects escape notice.

The presence of tax expenditures is not necessarily bad tax policy. However, not recognizing or monitoring the resources allocated through the tax system is not good fiscal policy. Through this report, we hope to provide a consolidated listing of government resources provided through this means. This report does not, however, provide any information on how effective the provision may be in terms of fulfilling its purpose. For instance, while the value of the Research and Development (R&D) credit may be reported annually in the tax expenditure report, there is no accompanying analysis to determine the extent to which more research activities have been undertaken due to the presence of the special provision.

Identifying Tax Expenditures

In most cases, identifying a tax expenditure is straightforward. Tax expenditures are deviations or special exceptions from the generally defined tax base, sometimes referred to as the normal tax base or the reference tax base. However, there may be disagreement as to what constitutes the normal or reference tax base. Even at the federal level, the list of tax expenditure items included by the Administration differs from the list estimated by Congress because each works from a different definition of the standard tax base. The appropriate norm against which tax expenditures are defined is somewhat subjective and may, in some cases, be driven by the intent of the policy underlying the legislation. For example, one would not consider the difference between the current top income tax rate of 5.75 percent and the tax rate of 1 percent a tax expenditure.

Tax credits and deductions for certain types of activities, such as the jobs tax credit or the lowincome housing credit, are always classified as tax expenditures. This is also the case for items that are taxed at a reduced rate. In addition, specific exclusions from the tax base are, in most cases, considered tax expenditures. Because the Georgia individual and corporate tax systems are both tied to the federal individual and corporate bases, exclusions or deductions at the federal level apply to the state tax base as well. In some cases, Georgia chooses not to conform to federal provisions, such as the Section 199 deduction for domestic production activities. In these cases, we do not include the provision as a tax expenditure. It is also important to note that tax expenditures are not computed for revenue that is due but not collected. There are instances when it is unclear whether a given tax provision should be listed as a tax expenditure. This is because it is unclear what constitutes the general rule, and therefore, it is sometimes difficult to determine which provisions are exceptions to that rule. Consider the individual income tax exemption. Individuals are allowed to exclude an amount of income for each taxpayer included on the return, but this exemption of income is not considered a tax expenditure by all states. Another example is the provision allowing for the use of a single-factor apportionment formula in allocating income earned by corporations operating in more than one state. Because the general rule of the single-factor apportionment formula has been established at the state level, only deviations from that rule would be listed as a tax expenditure. Alternatively, if one considers the status-quo method of apportionment to be the equally weighted three-factor apportionment formula, any deviation from that rule, such as the double-weighted three-factor or single-factor apportionment formula, would be reported as a tax expenditure. This sort of problematic classification of tax expenditures also applies to the taxation of services under the state sales tax. Because state legislation refers to the purchase of tangible goods, the exclusion of services from the base may not be seen as a deviation from the general rule. On the other hand, if it is really the intent of the general rule to tax all consumption, then the exclusions provided to the consumption of services should be listed as a tax expenditure. In this report we attempt to incorporate as comprehensive a definition as possible.

Defining a tax expenditure in the case of the sales tax requires particular discussion. Because there is no federal sales tax, there is no list of federal sales tax expenditures to use as a starting point. For this report, we use the state tax statute as the basis for identifying sales tax expenditures. Therefore, if an exemption specifically exists in the state statute, it is listed as a sales tax expenditure. This has the advantage of being a very straightforward and non-subjective rule to apply. As a second advantage, this method provides a comprehensive list of all statutory exemptions allowing for comparison between provisions affecting taxpayers and industries.

This rule has the disadvantage of identifying many sales tax provisions as tax expenditures that would not be identified as tax expenditures under the rule of good tax policy. This is particularly true in the case of business inputs. There are several business inputs, such as the exemption for energy used in manufacturing, which are listed in this report as tax expenditures but are not activities that would be included in the tax base if the base were defined using the best economic principles. When business inputs are included in the sales tax base, those inputs are taxed and the tax is included in the price when the input is sold to the next stage of production. The more these inputs are taxed at the intermediate stages of production, the more tax is embedded in the price of the final good. This embedded tax distorts prices and influences economic decisions. Therefore, it is important to understand that while some business exemptions are listed as tax expenditures in this report, policymakers may find it helpful to distinguish the business inputs from tax expenditures that are provided for more societal reasons, such as the tax exemption for public school lunches or for the sale of food for off-premises consumption. To aid policy makers, this

report identifies in the appendix the sales tax expenditure provisions that are considered business inputs.

Tax Expenditures vs. Revenue Estimates

The estimate associated with a tax expenditure provision does not necessarily represent the revenue that would be gained from the repeal of the enabling legislation. Instead, the cost of the tax expenditure represents the value of the deduction or credit taken via the particular provision by itself, without consideration of potential interactions with other provisions. Although the presence of one provision may interact with the use of another provision, tax expenditures are estimated as independent provisions. For instance, if the federal research and development tax credit were repealed, federal revenues would not increase by the amount of the federal tax expenditure estimate but by a smaller amount. This is because some of the research expenditures claimed through the federal tax credit would be shifted over to another tax deduction or credit so that the savings to the government would be less than the value of the tax expenditure estimate. In addition, tax expenditure estimates do not incorporate behavioral effects that may occur due to the elimination of a provision. For instance, the tax expenditure estimate associated with the deduction for charitable giving is based on a current level of charitable contributions. If the deduction for charitable contributions were proposed to be eliminated, the revenue effect presented in the fiscal note would incorporate both the initial value of charitable contributions from the tax expenditure estimate and a timing effect that would result from people speeding up their level of contributions in response to the future loss of the deduction. Thus, tax expenditure estimates can only act as a preliminary indication of the revenue effect that would occur if the provision were eliminated or modified.

Data Sources and Reliability of Estimates

To the extent possible, data from the Georgia Department of Revenue (DOR) is used to estimate the expenditures included in this report. Unfortunately, the required information is not always collected or available. When it is not, other data sources, such as information from the U.S. Census Bureau, the U.S. Bureau of Economic Analysis, or the U.S. Bureau of Labor Statistics, are used. Every effort is made to provide reliable, well supported estimates of the provisions. Because of the time lag in processing income tax returns, the most recent data available from the Georgia DOR was calendar year (CY) 2019. Therefore, even in cases in which the Georgia DOR data is used as the primary data source, the tax expenditure costs presented in this report are estimates.

Two subjective measures of reliability are provided in this report: the estimate reliability and the data reliability. The reliability of both the estimate and data are categorized into three classes: A, B, and C. Class A estimates and data sources are considered the most reliable. Data sources with a Class A status consist of data from the federal statistical agencies or from the Georgia DOR. Estimates with a Class A status are typically those estimates that are based on Class A data that

is particularly applicable to the expenditure provision. For instance, most of the state business tax credit expenditures are listed as Class A estimates. They are based on tax credit data provided by the Georgia DOR that specifically addresses or measures the tax expenditure provision. On the other hand, most sales tax estimates are given a Class B status. While these provisions may be based on Class A data sources, such as the Economic Census or the Consumer Expenditure Survey from the Bureau of Labor Statistics, the data may only be available at a national level, or the data may refer to more activities than is covered by the tax expenditure provision. In these cases, the data must be adjusted to represent the specific activity associated with the expenditure provision and scaled down to represent the value of the activity within Georgia. Class C estimates are believed to provide reasonable estimates and are based on the best data available. For some items, no reliable information is available. In these cases, no estimate for the expenditure is provided.

Class of Estimate/Class of Data	Description of Estimate Reliability	Examples of Data Sources by Reliability Status
Class A	Based on data specifically related to the tax expenditure provision and to Georgia taxpayers	Data from Department of Revenue, Bureau of Labor Statistics Consumer Expenditure Survey, Bureau of Economic Analysis, U.S. Census Bureau datasets
Class B	Based on national data which has been modified to represent Georgia and the specific tax activity covered by the expenditure	Industry surveys and trade magazines, most proprietary information
Class C	Represents best available estimate at this time	Newspaper articles, secondary sources

Local Government Effects

In addition to the state estimates, this report attempts, where possible, to estimate the effects on local government revenues. There are many state exemptions that have local ramifications, such as numerous exemptions from the sales tax base. The local estimates that are provided represent the aggregate value of the exemptions that would accrue to the counties, municipalities, school districts, and special service districts, including tax allocation and community improvement districts.

Consistency with prior estimates

The current report, prepared for FY 2024, presents estimates for FY 2022-FY 2024. The report for FY 2023 provided estimates for FY 2021-FY 2023. In most cases, the estimates between the current and past reports are consistent, with the latest report continuing the same trend in the

value of the estimates that was established in earlier reports. On the other hand, there are some cases in which estimates presented in the FY 2024 report differ significantly from those presented in the past reports. This usually occurs because new information has become available or because a new forecast of economic activity is relied upon to predict future values. The updated estimates are included in the current report and any major inconsistency with prior reports is noted in the discussion relating to the expenditure.

Outline of the Report

The report continues with a summary table containing a title of each tax expenditure provision, the tax base it is associated with, the type of expenditure, and the estimated values for FY 2022-24 for all tax expenditures identified in the report. Provisions that are assigned a positive value denote an expenditure that is estimated to reduce state or local revenues. Provisions assigned a value of "(m)" denote a tax expenditure that is estimated to reduce state revenues by less than \$1 million. Provisions assigned a negative value denote a positive tax expenditure that is estimated to increase state revenues. Provisions assigned a value of "(-m)" denote a tax expenditure that is estimated to increase state revenues by less than \$1 million.

In addition to an identifying title, each expenditure provision is assigned an expenditure number, the first digit of which corresponds to the different sections of this report, such as 1 for the individual income tax and 5 for the insurance premium tax. The remaining portion of the numeric identifier is used to divide the expenditures into different subcategories such as federal and state expenditures, and deductions and credits. Only in the case of the sales tax exemptions does the expenditure number have any relationship to the state tax code section to which the expenditure item is associated. The numeric identifiers for each provision are consistent across tax expenditure reports and can be used to compare expenditure estimates from one report to the next.

Following the summary tables are detailed sections for each of the specific taxes covered in this report. These detailed sections begin with a brief description of the tax, latest figures on revenue collection and any information on recent modifications to the base. These detailed sections also include additional information for each of the expenditure items such as the statute number, the year in which the expenditure provision was enacted and the year in which it became effective, information on the data and estimate reliability and data source, a more detailed description of the tax expenditure provision, and the value of the expenditure provision. The report concludes with an appendix that includes tables listing recently expired provisions, sales and use tax expenditures by type, and distributional analysis for a selected number of income tax provisions.

Summary of State Tax Expenditures							
Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024	
			I Start		(in Millions)		
Federal Incon	ne Tax Provisions ¹						
	Exclusion of	Federal					
	employee meals	Individual					
1.1.001	and lodging	Income Tax	Exclusion	52	53	48	
	Exclusion of						
	housing	Federal					
	allowances for	Individual					
1.1.002	ministers	Income Tax	Exclusion	7	7	7	
	Exclusion of						
	employer-	Federal					
	provided child	Individual					
1.1.003	care	Income Tax	Exclusion	18	18	16	
	Exclusion of	Federal					
	employee	Individual					
1.1.004	awards	Income Tax	Exclusion	3	3	3	
	Exclusion of						
	employer						
	contributions						
	and earnings to						
	pension plans						
	includes						
	Keoghs, defined						
	benefit and						
	defined	Federal					
	contribution	Individual					
1.1.005	plans	Income Tax	Exclusion	2,516	2,851	2,750	
	Exclusion of						
	employer						
	contributions						
	for health care,						
	health insurance						
	premiums and						
	long-term care	Federal					
	insurance	Individual					
1.1.006	premiums	Income Tax	Exclusion	1,403	1,473	1,330	
	Exclusion of						
	employer-paid						
	accident and	Federal					
	disability	Individual					
1.1.007	premiums	Income Tax	Exclusion	31	33	30	

¹ These are Internal Revenue Code (IRC) provisions adopted by Georgia as part of its personal and corporate income tax.

Expenditure	Summary	Tax	State Tax Ex Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2022	FY 2023	FY 2024
			Expenditure	F 1 2022	(in Millions)	F 1 2024
	Exclusion of					
	employer					
	contributions					
	for premiums	Federal				
	on group-term	Individual				
1.1.008	life insurance	Income Tax	Exclusion	27	28	25
	Exclusion of					
	employer-paid					
	transportation					
	benefits and					
	employer-					
	provided transit	Federal				
	and vanpool	Individual				
1.1.009	benefits	Income Tax	Exclusion	37	39	35
	Exclusion of					
	employer-					
	provided	Federal				
	adoption	Individual				
1.1.011	assistance	Income Tax	Exclusion	3	3	3
	Exclusion of					
	employer-					
	provided					
	education					
	benefits					
	(including					
	education					
	assistance and					
	tuition	Federal				
	reduction	Individual				
1.1.012	benefits)	Income Tax	Exclusion	12	12	10
	Exclusion of	Federal				
	miscellaneous	Individual				
1.1.013	fringe benefits	Income Tax	Exclusion	61	63	57
	Exclusion of					
	foreign earned					
	income					
	(including	Federal				
	housing and	Individual				
1.1.014	salary)	Income Tax	Exclusion	37	41	38
	Exclusion of					
	certain					
	allowances for					
	federal	Federal				
	employees	Individual				
1.1.015	abroad	Income Tax	Exclusion	9	9	8

Summary of State Tax Expenditures							
Expenditure	Summary	Tax	Type of	State	State	State	
			Expenditure	FY 2022	FY 2023	FY 2024	
					(in Millions)	l	
	Exclusion of						
	benefits and						
	allowances to						
	armed forces						
	personnel						
	(includes						
	expenditure for						
	military	Federal					
	disability	Individual					
1.1.016	benefits)	Income Tax	Exclusion	77	81	74	
	Exclusion of						
	medical care						
	and Tricare						
	medical						
	insurance for						
	military						
	dependents,						
	retirees, and	Federal					
	retiree	Individual					
1.1.017	dependents	Income Tax	Exclusion	53	56	51	
	Exclusion of						
	veterans'						
	benefits						
	(includes						
	veterans						
	disability						
	compensation,						
	pensions, and	Federal					
	readjustment	Individual					
1.1.018	benefits)	Income Tax	Exclusion	89	96	87	
	Exclusion of						
	income						
	attributable to						
	the discharge of						
	certain student						
	loan debt and						
	National Health						
	Service Corp						
	and certain state	Federal					
	educational loan	Individual					
1.1.019	repayments	Income Tax	Exclusion	1	1	1	

Expenditure	Summary	Tax	Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	FY 2022	FY 2023	FY 2024
			Expenditure	F I 2022	(in Millions)	F I 2024
	Exclusion of				(
	workers'					
	compensation					
	benefits					
	(includes					
	disability and					
	survivor					
	benefits and					
	medical					
	benefits, and					
	exclusion of					
	damages on					
	account of					
	personal					
	physical injuries	Federal				
	or physical	Individual				
1.1.020	sickness)	Income Tax	Exclusion	71	68	61
1.1.020	Exclusion of	пеоте тах	Exclusion	/1	00	01
	special benefits	Federal				
	for disabled	Individual				
1.1.021	coal miners	Income Tax	Exclusion	(m)	(m)	(m)
1.1.021	Exclusion of	meome rax	Exclusion	(111)	(111)	(111)
	untaxed Social					
	Security and					
	railroad	Federal				
	retirement	Individual				
1.1.022	benefits	Income Tax	Exclusion	250	231	210
1.1.022	Exclusion of	Federal	Exclusion	230	231	210
	certain foster	Individual				
1.1.024	care payments	Income Tax	Exclusion	4	4	3
1.1.024	Exclusion of	meome rax	Exclusion	4	4	5
	scholarship and	Federal				
	fellowship	Individual				
1.1.026	income	Income Tax	Exclusion	17	17	15
1.1.020	Exclusion of	meome rax	LACIUSIOII	1/	1/	15
	earnings of					
	Coverdell education					
	savings					
	accounts and	Ded1				
	interest on	Federal				
1 1 0 2 7	educational	Individual	En alessian	((15-)	()
1.1.027	savings bonds	Income Tax	Exclusion	(m)	(m)	(m)

Summary of State Tax Expenditures							
Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023 (in Millions)	State FY 2024	
	Exclusion of				(in Millions)		
	earnings of						
	qualified tuition						
	programs						
	(including						
	prepaid tuition						
	programs and	Federal					
	savings account	Individual					
1.1.028	programs)	Income Tax	Exclusion	5	6	6	
	Exclusion for						
	certain						
	agricultural	Federal					
	cost-sharing	Individual					
1.1.029	payments	Income Tax	Exclusion	(m)	(m)	(m)	
	Exclusion of						
	cancellation of						
	indebtedness	Federal					
	income for	Individual					
1.1.030	farmers	Income Tax	Exclusion	(m)	(m)	(m)	
	Exclusion of						
	interest on state						
	and local						
	government	Federal					
1 1 0 2 1	private activity	Individual	F 1 '	2	2	2	
1.1.031	bonds	Income Tax	Exclusion	2	2	2	
	Exclusion of						
	capital gains on sales of	Federal					
	principal	Individual					
1.1.032	residences	Income Tax	Exclusion	309	329	302	
1.1.032	Exclusion of	Federal	Exclusion	307	527	502	
	capital gains at	Individual					
1.1.033	death	Income Tax	Exclusion	217	225	204	
111000	Carryover basis	Federal	Enclusion	217		201	
	of capital gains	Individual					
1.1.034	on gifts	Income Tax	Exclusion	14	20	25	
	Permanent						
	exemption from	Federal					
	imputed interest	Individual					
1.1.035	rules	Income Tax	Exclusion	4	4	4	
		Federal					
	Exclusion of	Individual					
1.1.036	combat pay	Income Tax	Exclusion	7	7	7	

Expenditure	Summary	Tax	State Tax Ex Type of	State	State	State
Expenditure	Summary	Tax	Expenditure	State FY 2022	State FY 2023	State FY 2024
			Expenditure	FY 2022	(in Millions)	F Y 2024
	Exclusion of				(in Millions)	
	energy					
	conservation					
	subsidies	Federal				
	provided by	Individual				
1.1.037	public utilities	Income Tax	Exclusion	(m)	(m)	(m)
1.1.037	Exclusion of	пісопіс тах	Exclusion	(111)	(111)	(111)
	gain for certain	Federal				
	small business	Individual				
1.1.039	stock	Income Tax	Exclusion	10	9	6
1.1.039	Exclusion of		Exclusion	10	7	0
	interest on					
	public purpose	Enderal				
	state and local	Federal				
1 1 040	government	Individual	En alerai - a	2	2	2
1.1.040	bonds	Income Tax	Exclusion	2	2	2
	Exclusion of					
	income earned					
	by voluntary					
	employees'	Federal				
	beneficiary	Individual				_
1.1.041	associations	Income Tax	Exclusion	8	8	7
	Exclusion of					
	survivor					
	annuities paid					
	to families of					
	public safety	Federal				
	officers killed in	Individual				
.1.042	the line of duty	Income Tax	Exclusion	(m)	(m)	(m)
	Exclusion of					
	disaster	Federal				
	mitigation	Individual				
1.1.043	payments	Income Tax	Exclusion	(m)	(m)	(m)
	Deduction for					
	Non-Itemizers	Federal				
	of Charitable	Individual				
1.1.044	Contributions	Income Tax	Exclusion	Estima	ate included in 1	.2.021
	Exclusion of					
	income					
	attributable to					
	the discharge of					
	principal					
	residence	Federal				
	acquisition	Individual				
1.1.045	indebtedness	Income Tax	Exclusion	4	5	5

Summary of State Tax Expenditures							
Expenditure	Summary	Tax	Type of	State	State	State	
			Expenditure	FY 2022	FY 2023	FY 2024	
					(in Millions)		
	Exclusion of						
	income from						
	forgiveness of						
	loans and other						
	business						
	financial	Federal					
	assistance under	Individual					
1.1.046	the CARES Act	Income Tax	Exclusion	3	3	3	
	Accelerated	Federal					
	depreciation	Individual					
1.2.001	(MACRS)	Income Tax	Deduction	332	312	259	
	Deduction for						
	expenditures on						
	energy-efficient						
	commercial	Federal					
	building	Individual					
1.2.002	property	Income Tax	Deduction	(m)	(m)	(m)	
	Expensing of						
	exploration and						
	development	Federal					
	costs: nonfuel	Individual					
1.2.003	minerals	Income Tax	Deduction	(m)	(m)	(m)	
	Amortization of	Federal					
	business start-	Individual					
1.2.004	up costs	Income Tax	Deduction	2	2	2	
	Expensing of						
	research and	Federal					
	experimental	Individual					
1.2.005	expenses	Income Tax	Deduction	(m)	0	0	
	Expensing of						
	magazine	Federal					
	circulation	Individual					
1.2.006	expenditures	Income Tax	Deduction	(m)	(m)	(m)	
	Deductions of						
	oil and gas						
	exploration and	Federal					
	development	Individual					
1.2.007	costs	Income Tax	Deduction	0	0	0	
	Special						
	treatment for						
	expenses related	Federal					
	to timber	Individual					
1.2.008	production	Income Tax	Deduction	3	3	2	

	1		State Tax Ex	.	I	
Expenditure	Summary	Tax	Type of	State	State	State
			Expenditure	FY 2022	FY 2023 (in Millions)	FY 2024
	Expensing				(in Millions)	
	under IRC					
	Section 179 of					
	depreciable	Federal				
	business	Individual				
1.2.009	property	Income Tax	Deduction	59	71	73
1.2.009	Exceptions for	пісопіс тах	Deduction	39	/1	15
	*					
	publicly traded					
	partnerships					
	with qualified income derived					
	from certain	Federal				
		Individual				
1 2 0 1 0	energy-related		Deduction	2	2	2
1.2.010	activities Treatment of	Income Tax	Deduction	2	3	3
	income from					
	exploration and					
	mining of					
	natural					
	resources as					
	qualifying					
	income under					
	the publicly					
	traded	Federal				
	partnerships	Individual				<i>.</i>
1.2.011	rules	Income Tax	Deduction	(m)	(m)	(m)
	Various					
	agricultural	Federal				
	expensing	Individual				
1.2.012	provisions	Income Tax	Deduction	1	1	1
	Expensing to					
	remove					
	architectural					
	and					
	transportation					
	barriers to the	Federal				
	handicapped	Individual				
1.2.014	and elderly	Income Tax	Deduction	(m)	(m)	(m)

F 14		v	State Tax Ex		<u> </u>	Gt t
Expenditure	Summary Tax	Type of	State	State	State	
			Expenditure	FY 2022	FY 2023	FY 2024
	Inventory				(in Millions)	
	methods and					
	valuation,					
	(including last-					
	in first-out,					
	lower of cost or					
	market, specific	E. I1				
	identification	Federal				
1 0 015	for homogenous	Individual		0	0	7
1.2.015	products)	Income Tax	Deduction	8	8	7
		Federal				
1 0 015	Health Savings	Individual		0.6		0.6
1.2.017	Accounts	Income Tax	Deduction	86	92	86
	Deduction of	Federal				
1 0 010	property taxes	Individual		115	100	100
1.2.018	on real property	Income Tax	Deduction	115	120	108
	Deduction of					
	mortgage					
	interest on	Federal				
	owner-occupied	Individual				
1.2.020	residences	Income Tax	Deduction	167	174	158
	Deduction of					
	charitable					
	contributions					
	(includes					
	deductions for					
	health,					
	education, and					
	for purposes					
	other than	Federal				
	health and	Individual				
1.2.021	education)	Income Tax	Deduction	507	463	399
	Deduction of	Federal				
	casualty and	Individual		-	_	
1.2.022	theft losses	Income Tax	Deduction	2	2	1
	Deduction of					
	overnight					
	expenses for					
	National Guard	Federal				
	and Reserve	Individual				
1.2.023	members	Income Tax	Deduction	2	2	1
	Deduction of	Federal				
	interest on	Individual				
1.2.025	student loans	Income Tax	Deduction	15	16	15

Summary of State Tax Expenditures							
Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024	
			I	-	(in Millions)	-	
	Deduction for						
	teacher	Federal					
	classroom	Individual					
1.2.027	expenses	Income Tax	Deduction	2	2	1	
	Deduction of						
	health insurance						
	premiums and						
	long-term care						
	insurance						
	premiums by	Federal					
	the self-	Individual					
1.2.028	employed	Income Tax	Deduction	42	44	39	
	Deduction of						
	medical and						
	dental expenses	Federal					
	and long-term	Individual					
1.2.029	care expenses	Income Tax	Deduction	3	3	3	
	Net exclusion						
	of pension						
	contributions						
	and earnings:	Federal					
	traditional and	Individual					
1.2.030	Roth IRAs	Income Tax	Deduction	245	265	246	
		Federal					
	Limit on NOL	Individual					
1.2.031	deduction ²	Income Tax	Deduction	-1	-1	-1	
	7-year recovery						
	period for						
	motorsport	Federal					
1 0 0 0 0	entertainment	Individual	DI				
1.2.032	complexes	Income Tax	Deduction	(m)	(m)	(m)	
	Deferral of gain	Federal					
1 2 001	on like-kind	Individual		20	20	07	
1.3.001	exchanges	Income Tax	Deferral	30	30	27	
	Special rules for						
	magazine,	E. 1 1					
	paperback book,	Federal					
1 2 002	and record	Individual	C	()	()		
1.3.002	returns	Income Tax	Special Rule	(m)	(m)	(m)	

² Negative values denote a tax expenditure that is estimated to increase state revenues.

Expenditure	Summary	Tax	Type of	State	State	State
Zaponununo	Summury		Expenditure	FY 2022	FY 2023	FY 2024
			Experience		(in Millions)	112021
	Two-year					
	carryback for					
	net operating					
	losses	Federal				
	attributable to	Individual				
1.3.003	farming	Income Tax	Special Rule	1	1	1
	Special rules for		The second second			
	mining	Federal				
	reclamation	Individual				
1.3.004	reserves	Income Tax	Special Rule	(m)	(m)	(m)
1101001	Cash			()	()	(111)
	accounting, for	Federal				
	certain	Individual				
1.3.005	businesses	Income Tax	Special Rule	17	18	16
1.5.005	Deferral of gain	income rux	Special Rule	± /	10	10
	on non-dealer	Federal				
	installment	Individual				
1.3.006	sales	Income Tax	Special Rule	6	6	5
1.5.000	Sures	Federal	Special Rale	0	0	5
	Completed	Individual				
1.3.007	contract rules	Income Tax	Special Rule	1	1	(m)
1.3.007	Special	пеоте тах	Special Rule	1	L	(111)
	treatment of					
	employee stock					
	ownership plans					
	(ESOPs)					
	(includes					
	deferral of tax					
	on certain	Federal				
	employee stock	Individual				
1.3.008	plans)	Income Tax	Deferral	14	15	15
1.2.000	Various		Deterrat	17	1.5	15
	agricultural	Federal				
	expensing	Individual				
1.3.009	provisions	Income Tax	Special Rule	1	1	1
1.3.007	Qualified	Federal	Special Kule	1	1	1
	Opportunity	Individual				
1.3.010	Zones	Income Tax	Special Dulo	3	3	2
1.3.010		Federal	Special Rule	3	3	<u>ک</u>
	Expensing rules					
1 2 011	for certain	Individual	Smaais1 D-1	Q	C	2
1.3.011 Coordin India	productions	Income Tax	Special Rule	8	6	3
Georgia Indiv	idual Income Tax					
	D 1	State				
1 4 00 1	Personal	Individual	En e mart'	1 210	1 221	1 2 4 4
1.4.001	Exemption	Income Tax	Exemption	1,318	1,331	1,344

Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024
			F		(in Millions)	
		State				
	Retirement	Individual				
1.4.002	Income	Income Tax	Exemption	1,326	1,372	1,420
	Exclusion of					
	federally					
	taxable Social	State				
	Security	Individual				
1.4.003	benefits	Income Tax	Exemption	378	394	410
	Georgia Higher					
	Education	State				
	Savings Plan	Individual				
1.4.004	Contributions	Income Tax	Exemption	19	19	19
		State				
	Interest on U.S.	Individual				
1.4.005	obligations	Income Tax	Exemption	17	32	39
		State				
	Certain military	Individual				
1.4.006	income	Income Tax	Exemption	Estimate not available at this time		
		State				
	Organ donation	Individual				
1.4.007	expenses	Income Tax	Exemption	(m)	(m)	(m)
		State				
	Aged 65/Blind	Individual				
1.4.008	deduction	Income Tax	Exemption	23	24	35
	Certain					
	dependent's	State				
	unearned	Individual				
1.4.009	income	Income Tax	Exemption	(m)	(m)	(m)
	Premiums for	State				
	high-deductible	Individual				
1.4.010	health plans	Income Tax	Exemption	8	8	9
	Exclusion of					
	qualified					
	insurance	State				
	benefits for	Individual				
1.4.011	firefighters	Income Tax	Exemption	Estimate	not available at	this time

Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024
					(in Millions)	
	Individual					
	retirement					
	account, Keogh,					
	SEP, and Sub-S					
	plan					
	withdrawals					
	where tax has					
	been paid to					
	Georgia					
	because of the					
	difference					
	between					
	Georgia and	~				
	Federal law for	State				
	tax years 1981	Individual	- ·	. .		
1.4.012	through 1986.	Income Tax	Exemption	Estimate	not available at	this time
	Depreciation					
	because of					
	differences in					
	Georgia and					
	Federal law	State				
	during tax years	State Individual				
1.4.013	1981 through 1986.	Income Tax	Exemption	Estimata	not available at	this time
1.4.013	Income from		Exemption	Estimate	not available at	uns une
	any fund,					
	program or					
	system which is					
	exempted by	State				
	federal law or	Individual				
1.4.014	treaty.	Income Tax	Exemption	Estimate	not available at	this time
	Certain income					
	in which the					
	Sub-S election					
	is not					
	recognized by					
	Georgia or					
	another state in	State				
	order to avoid	Individual				
1.4.015	double taxation.	Income Tax	Exemption	Estimate	not available at	

Expenditure	Summary	Tax Type of	State	State	State	
L			Expenditure	FY 2022	FY 2023	FY 2024
					(in Millions)	
	Adjustment for					
	certain teachers					
	retired from the					
	Teachers	_				
	Retirement	State				
	System of	Individual				
1.4.016	Georgia	Income Tax	Exemption	Estimate	not available at	this time
	Amount					
	claimed by					
	certain					
	employers in					
	food and	State				
	beverage	Individual				
1.4.017	establishments	Income Tax	Deduction	Estimate	not available at	this time
	Adjustment of					
	certain					
	payments to	State				
	minority	Individual				
.4.018	subcontractors	Income Tax	Exemption	Estimate	not available at	this time
	Adjustments to					
	federal AGI for					
	certain Georgia	State				
	resident	Individual				
.4.019	partners	Income Tax	Exemption	Estimate	not available at	this time
	Exemption for	State				
	certain disaster	Individual				
1.4.020	relief firms	Income Tax	Exemption	Estimate	not available at	this time
	Exclusion of					
	Military	State				
	Survivor	Individual				
.4.021	Benefits	Income Tax	Exclusion	(m)	(m)	(m)
	Exclusion from					
	the income tax					
	for disability					
	payments for	State				
	disabled first	Individual				
1.4.022	responders	Income Tax	Exclusion	(m)	(m)	(m)
	USDA Disaster	State				
	Relief Payments	Individual				
1.4.023	Exemption	Income Tax	Exclusion	8	6	0
		State				
	Standard	Individual				
1.5.001	Deduction	Income Tax	Deduction	1,000	1,010	1,019

Expenditure	Summary	Tax Type of	State State Stat			
Expenditure	Summary	Tax	Expenditure	FY 2022	FY 2023	FY 2024
			Expenditure	F I 2022	(in Millions)	F I 2024
	Deduction of				(in Millions)	
	qualified					
	insurance					
	premiums for	State				
	former	Individual				
1.5.002	firefighters	Income Tax	Deduction	Estimata	not available at	this time
1.3.002	Intelligitters	State	Deduction	Estimate	not available at	
	Dural Dhysisian	Individual				
1 6 001	Rural Physician	Income Tax	Credit	1	1	1
1.6.001	Credit	Income Tax	Credit	1	1	1
	Disabled	<u>Stata</u>				
	person's home	State				
1 < 002	purchase or	Individual	Carth	()	(122)	()
1.6.002	retrofit credit	Income Tax	Credit	(m)	(m)	(m)
	Disaster	State				
1 6 00 4	Assistance	Individual				
1.6.004	Credit	Income Tax	Credit	(m)	(m)	(m)
	Qualified	State				
	Caregiving	Individual	~ ~ ~			
1.6.005	Expense Credit	Income Tax	Credit	(m)	(m)	(m)
	Tax credit for					
	life insurance					
	for Georgia	_				
	National Guard	State				
	and Air	Individual				
1.6.006	National Guard	Income Tax	Credit	(m)	(m)	(m)
	Child and	State				
	Dependent Care	Individual				
1.6.007	Credit	Income Tax	Credit	129	47	48
	Adoption of	State				
	Foster Child	Individual				
1.6.008	Credit	Income Tax	Credit	9	10	10
		State				
	Low-Income	Individual				
1.6.009	Credit	Income Tax	Credit	7	7	8
	Credit for taxes	State				
	paid to another	Individual				
1.6.010	state	Income Tax	Credit	534	445	453
	Credit for					
	Community	State				
	Based Faculty	Individual				
1.6.011	Preceptors	Income Tax	Credit	2	2	2
	Georgia Job	Total State				
1.6.012	Tax Credit	Credit	Credit	275	239	236
	Quality Jobs	Total State				
1.6.013	Tax Credit	Credit	Credit	98	99	100

Expenditure	Summary	Tax Ty	State Tax Ex Type of	State	State	State
PU U	Summary	- ****	Expenditure	FY 2022	FY 2023	FY 2024
					(in Millions)	
	New Facilities	Total State				
1.6.014	Jobs Credit	Credit	Credit	Estimate	e combined with	n 1.6.012
	New					
	Manufacturing					
	Facilities	Total State				
1.6.015	Property Credit	Credit	Credit	0	0	0
	Manufacturer's					
	Investment Tax	Total State				
1.6.016	Credit	Credit	Credit	69	73	77
	Optional					
	Investment Tax	Total State				
1.6.017	Credit	Credit	Credit	2	2	2
	Port Activity	Total State				
1.6.018	Tax Credit	Credit	Credit	5	5	5
	Alternate Port					
	Activity Tax	Total State				
1.6.019	Credit	Credit	Credit	Estimat	e combined with	n 1.6.018
		Total State				
1.6.020	Film Tax Credit	Credit	Credit	758	864	944
	Research Tax	Total State				
1.6.021	Credit	Credit	Credit	194	226	241
	Seed-Capital	Total State				
1.6.022	Fund Credit	Credit	Credit	(m)	(m)	(m)
	Qualified					
	Health					
	Insurance	Total State				
1.6.023	Expense Credit	Credit	Credit	(m)	(m)	(m)
	Business					
	Enterprise	Total State				
1.6.026	Vehicle Credit	Credit	Credit	(m)	(m)	(m)
	Employer's					
	credit for					
	providing or					
	sponsoring					
	child care for					
	employees and					
	employer's					
	credit for					
	purchasing	T-(10) ·				
1 (027	child care	Total State		17	17	10
1.6.027	property	Credit	Credit	17	17	18
1 < 020	Low-Income	Total State		200	417	40.4
1.6.028	Housing Credit	Credit	Credit	380	417	434
	Historic	T (10)				
1 < 020	Rehabilitation	Total State		20	20	21
1.6.029	Credit	Credit	Credit	38	20	21

Summary of State Tax Expenditures								
Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023 (in Millions)	State FY 2024		
	Low/Zero-				(in Millions)			
	Emission							
	Vehicle Charger	Total State						
1.6.031	Credit	Credit	Credit	(m)	(m)	(m)		
1101001	Land	<u> </u>	010010	(111)	(111)	(111)		
	Conservation	Total State						
1.6.032	Credit	Credit	Credit	3	3	3		
	Employer's							
	Credit for							
	Approved							
	Employee	Total State						
1.6.035	Retraining	Credit	Credit	58	59	61		
	Qualified							
	Education	Total State						
1.6.036	Expense Credit	Credit	Credit	92	96	105		
	Qualified	State						
	Investor Tax	Individual						
1.6.037	Credit	Income Tax	Credit	(m)	(m)	(m)		
	Energy-efficient							
	or water-							
	efficient							
	equipment	Total State						
1.6.038	credit	Credit	Credit	0	0	0		
	Tax credit for							
	existing							
	business							
	enterprises							
	undergoing							
	qualified							
	business	Total State						
1.6.041	expansion	Credit	Credit	Estimate	e combined with	1.6.013		
1	Bank Tax	Total State	<i>a</i>					
1.6.043	Credit	Credit	Credit	65	63	63		
	Employer tax							
	credit for hiring	T 1 G						
1 < 0.4.4	qualified	Total State						
1.6.044	parolees	Credit	Credit	(m)	(m)	(m)		
	Income Tax							
	Credit for							
	Contributions to							
	Rural Health	T (10)						
1 < 0 4 5	Care	Total State		<u> </u>	<i>(</i>)			
1.6.045	Organizations	Credit	Credit	60	60	60		
1 < 0.4 <	Revitalization	Total State	Out I's			1		
1.6.046	Zone Tax Credit	Credit	Credit	(m)	(m)	1		

Evnanditura		Tax Type of		State	State	State
Expenditure	Summary	Tax				
			Expenditure	FY 2022	FY 2023 (in Millions)	FY 2024
	Georgia				(in Millions)	
	Musical					
	Investment Tax	Total State				
1.6.047	Credit	Credit	Credit	(m)	(m)	(m)
1.0.047	Public	Cleuit	Clean	(111)	(111)	(111)
	Education					
	Innovation					
	Fund Tax	Total State				
1 6 0 1 9			Credit	(m)	(m)	(m)
1.6.048	Credit	Credit Tetal State	Credit	(m)	(m)	(m)
1 < 0.40	Agribusiness	Total State		10	1.5	11
1.6.049	Tax Credit	Credit	Credit	12	15	11
	Railroad Track					
1 < 0 = 0	Maintenance	Total State		_	_	_
1.6.050	Tax Credit	Credit	Credit	7	7	7
	Reforestation					
	credit for losses					
	incurred on					
	commercial					
	timberland due					
	to hurricane	Total State				
1.6.051	damage	Credit	Credit	27	16	10
	Qualified Post-					
	Production					
	Expenditures	Total State				
1.6.052	Credits	Credit	Credit	8	7	6
	Personal					
	protective					
	equipment					
	manufacturer	Total State				
1.6.053	job tax credit	Credit	Credit	(m)	(m)	(m)
	Medical					
	equipment,					
	medical					
	supplies,					
	pharmaceuticals					
	and medicine					
	manufacturers	Total State				
1.6.054	job tax credit	Credit	Credit	0	4	3
	Teacher	Cicuit	Sivan	0		
	Recruitment					
	and Retention	Total State				
1.6.055	Credit	Credit	Credit	0	(m)	1
1.0.022	Qualified Foster	Cicuit	Citum	0		1
	Child Donation	Total State				
1.6.056	Credit	Credit	Credit	0	0	14
1.0.050	Cicuit	Cieun	Cieun	U		14

Summary of State Tax Expenditures									
Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024			
					(in Millions)				
	Qualified Law								
	Enforcement	Total State			-				
1.6.057	Donation Credit	Credit	Credit	0	0	51			
Federal Corpo	orate Income Tax	Provisions	1		ſ				
	Permanent								
	exemption from	Federal							
	imputed interest	Corporate							
2.1.001	rules	Income Tax	Exclusion	(m)	(m)	(m)			
	Exclusion of								
	interest on state								
	and local								
	government	Federal							
	private activity	Corporate							
2.1.002	bonds	Income Tax	Exclusion	1	1	(m)			
	Exclusion of								
	earnings of								
	certain	Federal							
	environmental	Corporate							
2.1.004	settlement funds	Income Tax	Exclusion	(m)	(m)	(m)			
	Exclusion of								
	certain								
	agricultural	Federal							
	cost-sharing	Corporate							
2.1.005	payments	Income Tax	Exclusion	(m)	(m)	(m)			
	Exclusion of								
	gain or loss on								
	sale or								
	exchange for	Federal							
	brownfield	Corporate							
2.1.006	property	Income Tax	Exclusion	(m)	(m)	(m)			
	Exclusion of					· · · · ·			
	interest on								
	public purpose								
	state and local	Federal							
	government	Corporate							
2.1.009	bonds	Income Tax	Exclusion	(m)	(m)	(m)			

Expenditure	Summary	Tax Type of		State	State	State	
Expenditure	Summary	Тал	Expenditure	FY 2022	FY 2023	FY 2024	
			Experience	112022	(in Millions)	112024	
	Various foreign						
	provisions						
	including						
	inventory						
	property sales						
	source rule						
	exception,						
	interest expense						
	allocation,						
	deferral of						
	active income						
	of controlled						
	foreign						
	corporations,						
	deferral of	Federal					
	active financing	Corporate					
2.1.010	income	Income Tax	Exclusion	18	16	10	
	Exclusion of	Federal					
• • • • • •	employee meals	Corporate					
2.1.011	and lodging	Income Tax	Deduction	22	14	3	
	Exclusion of						
	employer-paid						
	transportation						
	benefits and						
	employer- provided transit	Federal					
	and vanpool	Corporate					
2.1.012	benefits	Income Tax	Exclusion	-18	-15	-12	
2.1.012	Exclusion of	meome rax	Exclusion	-10	-15	-12	
	income from						
	forgiveness of						
	loans and other						
	business						
	financial	Federal					
	assistance under	Corporate					
2.1.013	the CARES Act	Income Tax	Exclusion	3	3	3	
	Accelerated	Federal					
	depreciation	Corporate					
2.2.001	(MACRS)	Income Tax	Deduction	70	70	56	
	Expensing of						
	exploration and						
	development	Federal					
	costs: nonfuel	Corporate					
2.2.003	minerals	Income Tax	Deduction	(m)	(m)	(m)	

Expenditure		Tax	State Tax Ex Type of	State	State	State
Expenditure	Summary	Iax	• -	State FY 2022	FY 2023	State FY 2024
			Expenditure	FY 2022	(in Millions)	F Y 2024
	Amortization of	Federal			(in Millions)	
	business start-	Corporate				
2.2.004	up costs	Income Tax	Deduction	1	1	1
2.2.004	Expensing of	пеоте тах	Deduction	1	1	1
	research and	Federal				
	experimental	Corporate				
2.2.005	expenses	Income Tax	Deduction	3	0	0
2.2.003	Expensing of		Deduction	5	0	0
		Federal				
	magazine					
2 2 000	circulation	Corporate	Defection	()	((
2.2.006	expenditures	Income Tax	Deduction	(m)	(m)	(m)
	Deductions of					
	oil and gas					
	exploration and	Federal				
• • • • •	development	Corporate		c		<u> </u>
2.2.007	costs	Income Tax	Deduction	0	0	0
	Special					
	treatment of					
	expenses related	Federal				
	to timber	Corporate				
2.2.008	production	Income Tax	Deduction	3	3	3
	Deduction of					
	charitable					
	contributions					
	(includes					
	deductions for					
	health,					
	education, and					
	for purposes					
	other than	Federal				
	health and	Corporate				
2.2.009	education)	Income Tax	Deduction	33	33	26
	Expensing					
	under IRC					
	Section 179 of					
	depreciable	Federal				
	business	Corporate				
2.2.011	property	Income Tax	Deduction	9	11	10
	Amortization of	Federal				
	air pollution	Corporate				
2.2.012	control facilities	Income Tax	Deduction	2	2	2
	Various					
	agricultural	Federal				
	expensing	Corporate				
	r	r • • •	1		i .	

Expenditure	Summary	Tax	Type of	State	State	State
F	~ unitial y	1 4/3	Expenditure	FY 2022	FY 2023	FY 2024
			Laponunui e		(in Millions)	
	Community and					
	regional	Federal				
	development	Corporate				
2.2.015	incentives	Income Tax	Deduction	(m)	0	0
	Expensing to					
	remove					
	architectural					
	and					
	transportation					
	barriers to the	Federal				
	handicapped	Corporate				
2.2.016	and elderly	Income Tax	Deduction	(m)	(m)	(m)
	Inventory	Federal				
	methods and	Corporate				
2.2.017	valuation	Income Tax	Deduction	6	6	4
	Limits on					
	deductible					
	compensation					
	and					
	disallowance of					
	deduction for					
	excess	Federal				
	parachute	Corporate				
2.2.018	payments	Income Tax	Exemption	-11	-10	-8
	Deduction for					
	foreign-derived	Federal				
0.0.10	intangible	Corporate		<u> </u>	07	70
2.2.019	income	Income Tax	Deduction	68	87	78
	Limitation on	Federal				
2 2 0 2 0	deduction of	Corporate	Deduction	10	10	0
2.2.020	FDIC premium	Income Tax	Deduction	-10	-10	-8
	T initation on	Federal				
2 2 0 2 1	Limitation on	Corporate	Deduction	F	E	F
2.2.021	NOL deduction	Income Tax	Deduction	-5	-6	-5
	7-year recovery					
	period for	Federal				
	motorsport entertainment					
2 2 022		Corporate	Deduction	(m)	(m)	(m)
2.2.022	complexes Deferral of gain	Income Tax Federal	Deduction	(m)	(m)	(m)
	on like-kind					
2.3.001	exchanges	Corporate Income Tax	Deferral	11	12	9
2.3.001	exchanges	meome rax	Detettal	11	12	7

Summary of State Tax Expenditures							
Expenditure	Summary	Tax	Type of	State	State	State	
			Expenditure	FY 2022	FY 2023	FY 2024	
	Special mulas for				(in Millions)		
	Special rules for						
	magazine,	Federal					
	paperback book,						
2 2 002	and record	Corporate	Succession Deals	()	()	()	
2.3.002	returns	Income Tax	Special Rule	(m)	(m)	(m)	
	Two-year						
	carryback for						
	net operating	E. d1					
	losses	Federal					
2 2 002	attributable to	Corporate	C	()	((
2.3.003	farming	Income Tax	Special Rule	(m)	(m)	(m)	
	Special rules for	F 1 1					
	mining	Federal					
0 0 00 4	reclamation	Corporate	G				
2.3.004	reserves	Income Tax	Special Rule	(m)	(m)	(m)	
	Cash						
	accounting, for	Federal					
	certain	Corporate	~	_		_	
2.3.005	businesses	Income Tax	Special Rule	4	4	3	
	Deferral of gain						
	on non-dealer	Federal					
	installment	Corporate					
2.3.006	sales	Income Tax	Special Rule	20	21	17	
		Federal					
	Completed	Corporate					
2.3.007	contract rules	Income Tax	Special Rule	4	4	3	
	Special						
	treatment of						
	employee stock						
	ownership plans						
	(ESOPs)						
	(includes						
	deferral of tax						
	on certain	Federal					
	employee stock	Corporate					
2.3.008	plans)	Income Tax	Deferral	1	2	2	
	Deferral of						
	capital						
	construction						
	costs of	Federal					
	shipping	Corporate					
2.3.009	companies	Income Tax	Deferral	(m)	(m)	(m)	
	Qualified	Federal					
	Opportunity	Corporate					
2.3.010	Zones	Income Tax	Special Rule	8	8	7	

Summary of State Tax Expenditures								
Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024		
					(in Millions)	1		
	Expensing rules	Federal						
	for certain	Corporate						
2.3.011	productions	Income Tax	Special Rule	(m)	(m)	(m)		
Georgia Corp	orate Income Tax		1					
	Single-Factor	Corporate						
2.4.001	Apportionment	Income Tax	Apportionment	Estimate not available at this time				
	Throwback	Corporate						
2.4.002	Rule	Income Tax	Apportionment	Estimate	not available at	this time		
	Corporate							
	Receipts	Corporate						
2.4.003	Sourcing	Income Tax	Apportionment	Estimate not available at this time				
	Interest on							
	obligations of	Corporate						
2.5.001	United States	Income Tax	Deduction	Estimate not available at this time				
	Exception to							
	intangible							
	expenses and							
	related interest	Corporate						
2.5.002	cost	Income Tax	Deduction	Estimate	not available at	this time		
	Exclusion of							
	global							
	intangible low-							
	taxed income	Corporate						
2.5.003	(GILTI)	Income Tax	Exclusion	177	205	222		
2.0.000	Georgia Job	Total State	Linerasion		200			
2.6.001	Tax Credit	Credit	Credit	275	239	236		
2.0.001	Quality Jobs	Total State	crount	215	237	230		
2.6.002	Tax Credit	Credit	Credit	98	99	100		
2:0:002	New Facilities	Total State	crean	70	,,	100		
2.6.003	Jobs Credit	Credit	Credit	Estimate combined with 2.		26001		
2.0.005	New	Cicuit	Cicuit	LStillat		12.0.001		
	Manufacturing							
	Facilities	Total State						
2.6.004	Property Credit	Credit	Credit	0	0	0		
2.0.004	Manufacturer's	Cieun	Cicuit	0	0	0		
	Investment Tax	Total State						
2 6 005			Credit	60	72	77		
2.6.005	Credit	Credit	Credit	69	73	77		
	Optional	T- (-1.0)						
2 (00)	Investment Tax	Total State		2	2	2		
2.6.006	Credit	Credit	Credit	2	2	2		
0 < 0.07	Port Activity	Total State		-	-	_		
2.6.007	Tax Credit	Credit	Credit	5	5	5		
	Alternative Port							
	Activity Tax	Total State						
2.6.008	Credit	Credit	Credit	Estimate	Combined with	h 2.6.007		

	1	ť	State Tax Ex		G ()	<u> </u>
Expenditure	Summary	Tax	Type of	State	State	State
			Expenditure	FY 2022	FY 2023	FY 2024
		Total State			(in Millions)	
2 6 000	Eilm Toy Credit	Credit	Credit	758	864	944
2.6.009	Film Tax Credit		Credit	/38	804	944
0 < 010	Research Tax	Total State	0 11	104	226	0.41
2.6.010	Credit	Credit	Credit	194	226	241
0 6 0 1 1	Seed-Capital	Total State	a th			
2.6.011	Fund Credit	Credit	Credit	(m)	(m)	(m)
	Qualified					
	Health	— 10				
	Insurance	Total State				<i>.</i>
2.6.012	Expense Credit	Credit	Credit	(m)	(m)	(m)
	Business					
	Enterprise	Total State				
2.6.015	Vehicle Credit	Credit	Credit	(m)	(m)	(m)
	Employer's					
	credit for					
	providing or					
	sponsoring					
	child care for					
	employees and					
	employer's					
	credit for					
	purchasing					
	child-care	Total State				
2.6.016	property	Credit	Credit	17	17	18
	Low-Income	Total State				
2.6.017	Housing Credit	Credit	Credit	380	417	434
	Historic					
	Rehabilitation	Total State				
2.6.018	Credit	Credit	Credit	38	20	21
	Low- and Zero-					
	emission					
	Vehicle and	Total State				
2.6.020	Charger Credit	Credit	Credit	(m)	(m)	(m)
	Land					
	Conservation	Total State				
2.6.021	Credit	Credit	Credit	3	3	3
	Employer's					
	Credit for					
	Approved					
	Employee	Total State				
2.6.024	Retraining	Credit	Credit	58	59	61
	Qualified					
	Education	Total State				
2.6.025			Credit	92	96	105
2.6.025	Expense Credit	Credit	Credit	92	96	105

Summary of State Tax Expenditures							
Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024	
	_				(in Millions)		
	Energy-						
	Efficient or						
	Water-Efficient						
	Equipment	Total State	~ //				
2.6.027	Credit	Credit	Credit	0	0	0	
	Tax credit for						
	existing						
	business						
	enterprises						
	undergoing						
	qualified						
	business	Total State					
2.6.030	expansion	Credit	Credit	Estimate combined with 2.6.002			
	Bank Tax	Total State					
2.6.032	Credit	Credit	Credit	65	63	63	
	Employer tax						
	credit for hiring						
	qualified	Total State					
2.6.033	parolees	Credit	Credit	(m)	(m)	(m)	
	Income Tax						
	Credit for						
	Contributions to						
	Rural Health						
	Care	Total State					
2.6.034	Organizations	Credit	Credit	60	60	60	
	Revitalization	Total State					
2.6.035	Zone Tax Credit	Credit	Credit	(m)	(m)	1	
	Georgia						
	Musical						
	Investment Tax	Total State					
2.6.036	Credit	Credit	Credit	(m)	(m)	(m)	
	Public						
	Education						
	Innovation						
	Fund Tax	Total State					
2.6.037	Credit	Credit	Credit	(m)	(m)	(m)	
	Agribusiness	Total State					
2.6.038	Tax Credit	Credit	Credit	12	15	11	
	Railroad Track						
	Maintenance	Total State					
2.6.039	Tax Credit	Credit	Credit	7	7	7	
2.0.037	Turi Cicult	Crount		,	I '	I ,	
Expenditure	Summary	Tax	State Tax Ex Type of	State	State	State	
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	Summer y		Expenditure	FY 2022	FY 2023	FY 2024	
			-		(in Millions)		
	Reforestation						
	credit for losses						
	incurred on						
	commercial						
	timberland due						
	to hurricane	Total State					
2.6.040	damage	Credit	Credit	27	16	10	
	Qualified Post-						
	Production						
	Expenditures	Total State					
2.6.041	Credits	Credit	Credit	8	7	6	
	Personal						
	protective						
	equipment						
	manufacturer	Total State					
2.6.042	job tax credit	Credit	Credit	(m)	(m)	(m)	
	Medical						
	equipment,						
	medical						
	supplies,						
	pharmaceuticals						
	and medicine						
	manufacturers	Total State					
2.6.043	job tax credit	Credit	Credit	0	4	3	
2.0.015	Qualified Foster	Cicuit	Citati	0	•	5	
	Child Donation	Total State					
2.6.044	Credit	Credit	Credit	0	0	14	
	Qualified Law	Croun	Crount			11	
	Enforcement	Total State					
2.6.045	Donation Credit	Credit	Credit	0	0	51	
Corporate Ne		Cicuit	Cicuit	0	0	51	
corporate ne	Exemption for						
	nonprofit	Net Worth					
3.001			Examption	Fatimata	not available at	this time	
5.001	corporations	Tax	Exemption	Estimate	not available at	uns une	
	Exemption for						
	insurance	NI					
2 002	companies	Net Worth	E		mot or 11-11	41-10 41	
3.002	separately taxed	Tax	Exemption	Estimate	not available at	this time	
	Exemption for						
	corporations						
	with net worth						
	of \$100,000 or	Net Worth		_	_	_	
3.003 Sales and Use	less	Tax	Exemption	5	6	6	

Sales and Use Tax

Expenditure	Summary	Tax Type of	State	State	State	
			Expenditure	FY 2022	FY 2023	FY 2024
	Sales to Federal				(in Millions)	
	Government,					
	State of Georgia					
	or a county or					
	municipality in					
	Georgia or any					
	agency of such	Sales and				
4.00100	governments	Use Tax	Exemption	Estimate	not available at	this time
	Tangible		2			
	personal					
	property					
	furnished by the					
	federal					
	government, or					
	by any county					
	or municipality,					
	and used by a					
	contractor in the					
	installation,					
	repair, or					
	extension of					
	any public					
	water, gas, or	Sales and				
1.00200	sewer system	Use Tax	Exemption	Estimate	not available at	this time
	Federal					
	retailer's excise					
	tax if separately					
	itemized to the					
	consumer and					
	Georgia motor					
	fuel tax					
	imposed on the					
1 00200	sale of motor	Sales and		F .		
1.00300	fuel	Use Tax	Exemption	Estimate	not available at	this time
	Sales of					
	transportation					
	furnished by a					
	county or					
	municipal					
	public transit					
	system or	Solos and				
4 00400	public transit	Sales and	Exemption	7	0	0
4.00400	authorities	Use Tax	Exemption	7	8	9

Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024
			1		(in Millions)	
	Sales of					
	transportation					
	furnished by an					
	approved and					
	authorized					
	urban transit	Sales and				
4.00500	system	Use Tax	Exemption	Estimate	combined with	4.00400
	Sales to any					
	Hospital					
	Authority					
	created by	Sales and				
4.00600	Georgia law	Use Tax	Exemption	Estimate	combined with	4.00700
	Sales to any					
	Housing					
	Authority					
	created by	Sales and				
4.00610	Georgia law	Use Tax	Exemption	2	2	2
	Sales to local					
	government					
	authorities					
	created on or					
	after January 1,					
	1980, for the					
	principal					
	purpose of					
	constructing,					
	owning, or					
	operating a					
	coliseum and	Sales and				
4.00620	related facilities	Use Tax	Exemption	(m)	(m)	(m)
	Sales to any					
	agricultural					
	commission					
	created by the					
	Department of	Sales and				
4.00630	Agriculture	Use Tax	Exemption	(m)	(m)	(m)

Expenditure	Summary	Tax	Type of	State	State	State
			Expenditure	FY 2022	FY 2023	FY 2024
	Sales of				(in Millions)	
	tangible					
	personal					
	property and					
	services to an					
	approved					
	nursing home,					
	inpatient					
	hospice, general					
	hospital or					
	mental hospital					
	when used					
	specifically in					
	the treatment	Sales and				
4.00700	function	Use Tax	Exemption	148	158	167
	Sales of					
	tangible					
	personal					
	property to a					
	non-profit					
	health center					
	established and					
	receiving funds					
	pursuant to the U.S. Public					
	Health Service	Sales and				
4.00705	Act	Use Tax	Exemption	4	4	4
4.00705	Sales of	Ose Tax	Exemption			
	tangible					
	personal					
	property and					
	services to a					
	nonprofit					
	organization					
	whose primary					
	function is to					
	provide services					
	to persons with					
	intellectual	Sales and				
4.00710	disabilities	Use Tax	Exemption	1	1	1
	Sales to					
	Georgia Society					
	of the					
	Daughters of	G - 1 - 1				
4 00720	the American	Sales and		((41)	()
4.00720	Revolution	Use Tax	Exemption	(m)	(m)	(m)

Expenditure	Summary	Tax	Type of	State	State	State
			Expenditure	FY 2022	FY 2023 (in Millions)	FY 2024
	Sales of				(in Millions)	
	tangible					
	property and					
	services to a					
	nonprofit					
	volunteer health					
	clinic primarily					
	treating patients					
	with incomes					
	below 200					
	percent of the	Sales and				
4.00730	poverty level	Use Tax	Exemption	2	2	2
	Sales of					
	tangible					
	personal					
	property and					
	services to the					
	University					
	System of					
	Georgia and its	G 1 1				
4.00800	educational	Sales and	Examption	45	44	42
4.00800	units Sale of tangible	Use Tax	Exemption	43	44	42
	personal					
	property and					
	services used					
	exclusively in					
	the educational					
	function of an					
	approved					
	private college					
	or university					
	located in					
	Georgia in					
	which the					
	credits are					
	accepted by the					
	University					
	System of	Sales and				
4.00900	Georgia	Use Tax	Exemption	Estimate	combined with	4.00800

Expenditure	Summary	Tax Type	Type of	State	State	State
			Expenditure	FY 2022	FY 2023	FY 2024
			-	(in Millions)		
	Sales of					
	tangible					
	personal					
	property and					
	services used					
	exclusively in					
	the educational					
	function of an					
	approved					
	private					
	elementary or					
	secondary	Sales and		_		_
4.01000	school	Use Tax	Exemption	5	6	6
	Sale of tangible					
	personal					
	property or					
	services to, and					
	the purchase of					
	tangible					
	personal					
	property or					
	services by, any	0-11				
4 01100	educational or	Sales and	Examplian	()	()	()
4.01100	cultural institute School lunches	Use Tax	Exemption	(m)	(m)	(m)
	sold and served					
	to pupils and					
	employees of	Sales and				
4.01200	public schools	Use Tax	Exemption	(m)	7	7
4.01200	School lunches	Use Tax	Exemption	(111)	1	1
	sold and served					
	to pupils and					
	employees of					
	approved	Sales and				
4.01300	private schools	Use Tax	Exemption	(m)	1	1
	Sales of art and	0.50 107	LACINPHON	(111)	1	1
	other artifacts					
	for display or					
	exhibition to	Sales and				
4.01400	museums	Use Tax	Exemption	(m)	(m)	(m)
	mascamb	050 101	Lasinpuon	(111)	(111)	(111)

Expenditure	Summary	Tax	Type of	State	State	State
F	~J		Expenditure	FY 2022	FY 2023	FY 2024
			F		(in Millions)	
	Specific					
	fundraising					
	sales by any					
	religious					
	institution					
	lasting no more					
	than 30 days in					
	a calendar year					
	and sales of					
	religious paper					
	when the paper					
	is owned and					
	operated by the					
	religious	Sales and				
4.01500	institution	Use Tax	Exemption	1	1	1
	Sales of pipe					
	organs or					
	steeple bells to					
	any church					
	qualifying as a	Sales and				
4.01510	nonprofit	Use Tax	Exemption	(m)	(m)	(m)
	Sales of fuel or					
	consumable					
	supplies used					
	by ships					
	engaged in					
	inter-coastal or					
	foreign	Sales and				
4.01700	commerce	Use Tax	Exemption	7	9	9
	Charges for					
	transportation					
	of tangible					
	personal					
	property made					
	in connection					
	with interstate					
	or intrastate	Sales and				
4.01800	transportation	Use Tax	Exemption	Estimate	not available at	this time

Expenditure	Summary	Tax	Type of	State	State	State
			Expenditure	FY 2022	FY 2023	FY 2024
	All tangible				(in Millions)	
	personal					
	property					
	purchased					
	outside this					
	state by a					
	nonresident					
	when the					
	property is					
	brought into					
	Georgia upon					
	the nonresident					
	becoming a	Sales and				
4.01900	resident	Use Tax	Exemption	Estimate	not available at	this time
	Water delivered					
	through water					
	mains, lines, or	Sales and				
4.02000	pipes	Use Tax	Exemption	32	32	32
	Sales, transfers,					
	or exchanges of					
	tangible					
	personal					
	property					
	resulting from					
	business					
	reorganization					
	when the					
	owners,					
	partners, or					
	stockholders					
	maintain the					
	same					
	proportionate					
	interest or share	Sales and				
4.02100	in the newly formed business	Use Tax	Exemption	Fatimata	not available at	this time
4.02100	Tormed Dusiness	Use Tax	Exemption	Estimate	not available at	uns ume

Expenditure	Summary	Tax	Type of	State	State	State
			Expenditure	FY 2022	FY 2023	FY 2024
	Drofossional				(in Millions)	
	Professional, insurance or					
	personal service transactions					
	which involve					
	sales as					
	inconsequential					
	elements for					
	which no					
		Sales and				
4.02200	separate charge is made	Use Tax	Exemption	Saaavnan	diture estimates	for 1 5050
+.02200		Use Tax	Exemption	See expend	unture estimates	101 4.3030
	Repair services					
	when a separate charge is made	Sales and				
4.02300	to the customer	Sales and Use Tax	Exemption	Saa avnan	diture estimates	for 1 5110
4.02300		Use Tax	Exemption	See expend	unture estimates	101 4.3110
	Rental of					
	videotape or					
	film to persons					
	charging					
	admission to	C - 1 1				
4 02 400	view the tape or	Sales and	Enternation	2	4	F
4.02400	film	Use Tax	Exemption	3	4	5
	Vehicles					
	purchased by					
	service-					
	connected					
	disabled					
	veterans when					
	the U.S. Dept.					
	of Veterans					
	Affairs supplies					
	a grant to					
	purchase a					
	specially	Color 1				
4 02000	adapted the	Sales and	Examplian	(112)	(***)	()
4.03000	vehicle	Use Tax	Exemption	(m)	(m)	(m)
	Sale of tangible					
	personal					
	property					
	manufactured or					
	assembled in					
	Georgia for					
	export when					
	delivery is taken	~				
	outside of	Sales and				
4.03100	Georgia	Use Tax	Exemption	Estimate	not available at	this time

Summary of State Tax Expenditures									
Expenditure	Summary	Tax	Type of	State	State	State			
			Expenditure	FY 2022	FY 2023 (in Millions)	FY 2024			
	Aircraft,				(in Millions)				
	watercraft,								
	motor vehicles,								
	and other								
	transportation								
	equipment								
	manufactured or								
	assembled in								
	this State for								
	exclusive use	Sales and							
4.03200	outside Georgia	Use Tax	Exemption	Estimate	not available at	this time			
	Common or								
	common and	Sales and							
4.03300	contract carriers	Use Tax	Exemption	Estimate	not available at	this time			
	Machinery and								
	equipment used								
	to handle,								
	move, or store								
	tangible								
	personal								
	property in								
	certain	0 1 1							
4 02410	distribution	Sales and	Examption	Estimata	not ovoilable of	this time			
4.03410	facilities Machinemy and	Use Tax	Exemption	Estimate	not available at				
	Machinery and								
	equipment used directly to								
	remanufacture								
	certain aircraft								
	engines or								
	aircraft engine	Sales and							
4.03420	parts	Use Tax	Exemption	(m)	(m)	(m)			
	Machinery and			()	()	()			
	equipment used								
	in a facility for								
	the primary								
	purpose of								
	reducing or								
	eliminating air								
	and water	Sales and							
4.03600	pollution	Use Tax	Exemption	(m)	(m)	(m)			

Expenditure	Summary	Tax Ty	Type of	State	State	State
1	· ·		Expenditure	FY 2022	FY 2023	FY 2024
			_		(in Millions)	
	Machinery and					
	equipment used					
	for water					
	conservation					
	and					
	incorporated					
	into a qualified					
	water					
	conservation	Sales and				
4.03610	facility.	Use Tax	Exemption	Estimate	not available at	this time
	Sale of tangible		•			
	personal					
	property and					
	fees and charges					
	for services by					
	the Rock Eagle	Sales and				
4.03800	4-H Center	Use Tax	Exemption	(m)	(m)	(m)
	Certain sales by			()	()	()
	a public or					
	private school					
	of tangible					
	personal					
	property,					
	concessions,					
	and tickets for					
	admission to	Sales and				
4.03900	school functions	Use Tax	Exemption	2	2	2
	Cargo	ese run	Litemption			2
	containers and					
	related chassis					
	used for storage					
	or shipping by					
	persons					
	engaged in					
	international					
	shipment of					
	tangible					
	personal	Sales and				
4.03910	property	Use Tax	Exemption	Fatimata	not available at	this time
+.03710			Exemption	Lstimate		
	Sale of major					
	components or					
	repair parts					
	installed in					
	military aircraft,	0 1 1				
4.0.4000	vehicles, or	Sales and	D	20	21	22
4.04000	missiles	Use Tax	Exemption	28	31	33

Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024
	Sala of tangihla				(in Millions)	
	Sale of tangible personal					
	property and					
	services to a					
	nonprofit child-					
	caring					
	institution,					
	child-placing					
	agency, or	Sales and				
4.04100	maternity home	Use Tax	Exemption	1	1	1
	Use or lease of		F * *		1	1
	tangible					
	personal					
	property when					
	the lessor and					
	lessee are under					
	100 percent					
	common					
	ownership and					
	where the					
	person who					
	furnishes,					
	leases, or rents					
	the property has					
	paid sales or use					
	tax on the	Sales and				
4.04200	property	Use Tax	Exemption	Estimate	not available at	this time
	Revenues from					
	coin-operated					
	amusement					
	machines for					
	which					
	individual	<i>.</i>				
4.0.4200	permits are	Sales and		40	50	50
4.04300	required	Use Tax	Exemption	48	50	52
	Sale of motor					
	vehicles to					
	nonresident					
	purchasers					
	when vehicles					
	are immediately removed from					
	Georgia and	Sales and				
4.04400	titled in another	Sales and Use Tax	Examplian	Entimate	not available at	this time
+.04400	state	Use Tax	Exemption	Estimate	not available at	uns une

Summary of State Tax Expenditures								
Expenditure	Summary	Tax	Type of	State	State	State		
			Expenditure	FY 2022	FY 2023	FY 2024		
	T11				(in Millions)			
	The sale or use							
	of paper stock							
	when used to							
	print catalogs	C - 1 1						
4.04500	for distribution	Sales and	Entration			1		
4.04500	outside Georgia	Use Tax	Exemption	Estimate	not available at	this time		
	Sale of tangible							
	personal							
	property or							
	taxable services	C - 1 1						
1.0.1.000	to nonprofit	Sales and		1	1	1		
4.04600	blood banks	Use Tax	Exemption	1	1	1		
	Sale of drugs							
	dispensed by							
	prescription,							
	prescription							
	glasses, contact							
	lenses, contact							
	lens samples							
	and sales or use							
	of certain							
	controlled							
4.0.4700	substances or	Sales and	.	10.0	500	524		
4.04700	dangerous drugs	Use Tax	Exemption	486	509	534		
	Sale of crab bait							
	to licensed							
4 0 4 0 0 0	commercial	Sales and	- ·		<i>.</i>			
4.04800	fishermen	Use Tax	Exemption	(m)	(m)	(m)		
	Sale of insulin							
	syringes and							
	blood glucose							
	level measuring							
	strips dispensed							
4.05000	without a	Sales and		10	10			
4.05000	prescription	Use Tax	Exemption	12	13	14		
	Sale of oxygen							
	when prescribed	a 1 - 1						
4.05100	by a licensed	Sales and						
4.05100	physician	Use Tax	Exemption	1	1	1		
4.0.70.0.0	Sale or use of	Sales and		_	_	_		
4.05200	hearing aids	Use Tax	Exemption	6	6	6		

Summary of State Tax Expenditures							
Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024	
					(in Millions)	1	
	Transactions						
	where food						
	stamps or WIC						
	coupons are						
	used as the	0 1 1					
4.05200	method of	Sales and		100	150	105	
4.05300	payment	Use Tax	Exemption	180	159	125	
	Sale or use of						
	any durable						
	medical						
	equipment or						
	prosthetic device						
		Calas and					
4.05400	prescribed by a	Sales and Use Tax	Examption	46	48	51	
4.03400	physician Sale of Georgia	Sales and	Exemption	40	40	51	
4.05500	lottery tickets	Use Tax	Exemption	250	303	367	
4.03300	Sale by any	Use Tax	Exemption	230	505	307	
	qualified						
	nonprofit parent						
	teacher	Sales and					
4.05600	organization	Use Tax	Exemption	(m)	(m)	(m)	
4.05000	Food purchased	Obe Tux	Exemption	(III)	(III)		
	for off-premises	Sales and					
4.05700	consumption	Use Tax	Exemption	751	838	911	
1100700	Sales of food		Litemption	101	000	711	
	and beverages						
	to a qualified	Sales and					
4.05710	food bank	Use Tax	Exemption	(m)	(m)	(m)	
	Exemption for		- F				
	prepared food						
	and food						
	ingredients that						
	are donated to a						
	qualified						
	nonprofit						
	agency and used						
	for hunger relief	Sales and					
4.05720	purposes	Use Tax	Exemption	2	2	2	

F P 4		v	State Tax Ex				
Expenditure	Summary	Tax	Type of	State	State	State	
			Expenditure	FY 2022	FY 2023	FY 2024	
	Exemption for				(in Millions)		
	food and food						
	ingredients that						
	are donated						
	following a						
	natural disaster	G 1 1					
4.05520	and used for	Sales and		<i>(</i>)			
4.05730	disaster relief	Use Tax	Exemption	(m)	(m)	(m)	
	Sale of eligible						
	food and						
	beverages by						
	any Girl or Boy	Sales and					
4.05900	Scout council	Use Tax	Exemption	1	1	1	
	Sale of certain						
	machinery and						
	equipment used						
	to improve air						
	quality in a						
	clean room of						
	Class 100,000	Sales and					
4.06000	or less	Use Tax	Exemption	(m)	(m)	(m)	
	Advertising						
	inserts that are						
	used in						
	newspapers for	Sales and					
4.06100	resale	Use Tax	Exemption	Estimate	not available at	this time	
	Sod grass sold						
	in the original						
	state of						
	production by						
	the sod						
	producer,						
	employee of the						
	producer, or						
	family member	Sales and					
4.06200	of the producer	Use Tax	Exemption	3	3	4	
*	Funeral					-	
	merchandise						
	when paid with						
	funds from the						
	Georgia Crime						
	Victims						
	Emergency	Sales and					
4.06300	Fund	Use Tax	Exemption	(m)	(m)	(m)	
ч.00500	i ullu	USU TAX	Exemption	(111)	(111)	(111)	

Summary of State Tax Expenditures							
Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024	
	Sale of dyed				(in Millions)		
	diesel fuel used						
	exclusively for						
	operations of						
	vessels or boats						
	by licensed						
	commercial	Sales and					
4.06500	fishermen	Use Tax	Exemption	(m)	(m)	(m)	
	Sale of gold,		•				
	silver, or						
	platinum	Sales and					
4.06600	bullion	Use Tax	Exemption	6	6	6	
	Sale of coins or	Sales and					
4.06700	currency	Use Tax	Exemption	(m)	(m)	(m)	
	Sale of certain						
	computer						
	equipment						
	when the total						
	qualifying						
	purchases by a						
	high technology company						
	exceed \$15	Sales and					
4.06800	million	Use Tax	Exemption	77	80	83	
4.00000	High-Tech Data	050 147	Exemption	11	00	05	
	Center						
	Equipment	Sales and					
4.06810	Exemption	Use Tax	Exemption	12	13	15	
	Sales of				•		
	machinery and						
	equipment and						
	material						
	incorporated						
	and used in a						
	clean room of						
4.0.000	Class 100 or	Sales and	.		A 1 1 1 1	4.0.000	
4.06900	less	Use Tax	Exemption	Estimate	Combined with	4.06000	
	Sale of natural						
	gas used directly in the						
	manufacture of	Sales and					
4.07000	electricity	Use Tax	Exemption	92	86	78	
T.U/UUU	circulary		Exemption		00	70	

Summary of State Tax Expenditures							
Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024	
					(in Millions)		
	Sale to or by an						
	organization						
	whose primary						
	purpose is to						
	raise funds for						
	books,						
	materials, and	Color and					
4.07100	programs for	Sales and	Energy	()	()	()	
4.07100	public libraries Sale of	Use Tax	Exemption	(m)	(m)	(m)	
	prescribed						
	mobility						
	enhancing	Sales and					
4.07200	equipment	Use Tax	Exemption	(m)	(m)	(m)	
4.07200	Exemption for		Licitiption				
	personal						
	property used in						
	the renovation						
	or expansion of	Sales and					
4.07600	an aquarium	Use Tax	Exemption	(m)	0	0	
-	The purchase of		•				
	food and						
	nonalcoholic						
	beverages						
	provided at no						
	charge aboard a	Sales and					
4.08100	qualified airline	Use Tax	Exemption	6	7	7	
	Sale of biomass						
	materials used						
	to produce						
	electricity or						
4.00200	steam intended	Sales and		2	2	2	
4.08300	for sale	Use Tax	Exemption	2	3	3	
	Sales of						
	engines, parts,						
	equipment, and other tangible						
	personal						
	property used in						
	the maintenance						
	or repair of	Sales and					
4.08600	certain aircraft	Use Tax	Exemption	22	23	23	
	sommi unorun	CSC TUA	Liemphon		1 25	1 25	

Expenditure	Summary	Tax	Type of	State	State	State
			Expenditure	FY 2022	FY 2023	FY 2024
					(in Millions)	
	The sale of					
	prewritten					
	software which					
	has been					
	delivered to the					
	purchaser					
	electronically or	0 1 1				
4 00100	by means of	Sales and				a
4.09100	load and leave	Use Tax	Exemption	Estimate	not available at	this time
	Sale of tangible					
	personal					
	property used					
	for and in the					
	construction of					
	a competitive					
	project of					
	regional					
	significance, for					
	the period					
	commencing					
	January 1,	Calaa and				
4 00200	2012, until June	Sales and	Enometion	0	0	5
4.09300	30, 2019	Use Tax	Exemption	9	9	5
	The sale, use,					
	consumption, or					
	storage of materials,					
	containers,					
	labels, sacks, or					
	bags used for					
	packaging					
	tangible personal					
	property for	Sales and				
4.09400	shipment or sale	Use Tax	Exemption	Fstimat	te Combined wi	th 4 3 3
	Sales of	0.50 I UA	Exemption	Lotina		
	admission to a					
	nonrecurring					
	major sporting	Sales and				
4.09700	event	Use Tax	Exemption	(m)	(m)	(m)
	Exemption for	050 i un	Litemption	(***)	()	(111)
	sales of tickets					
	to a qualified					
	fine arts					
	performance or	Sales and				
4.10000	exhibition	Use Tax	Exemption	(m)	(m)	(m)
10000	CAINOICION	USC TAX	Exemption	(111)	(111)	(11)

Expenditure	Summary	Tax	Type of	State	State	State
po	J	- 47/3	Expenditure	FY 2022	FY 2023	FY 2024
					(in Millions)	
	The sale of					
	certain written					
	material by a	Sales and				
4.10100	nonprofit	Use Tax	Exemption	8	9	9
	Partial					
	exemption for					
	qualified					
	manufactured	Sales and				
4.10200	homes	Use Tax	Exemption	13	15	17
	Exemption for					
	poultry					
	diagnostic and					
	disease					
	monitoring					
	service					
	nonprofit	Sales and				
4.10400	organization	Use Tax	Exemption	(m)	(m)	(m)
	Exemption for					
	energy,					
	machinery or					
	equipment,					
	industrial					
	material, and					
	consumable					
	supplies used in	Sales and				
4.3.2	manufacturing	Use Tax	Exemption	3,515	3,763	3,985
	Sale and use by					
	a qualified					
	agriculture					
	producer of					
	agricultural					
	production					
	inputs, energy					
	used in					
	agriculture, and					
	agricultural	0 1 1				
4 2 2	machinery and	Sales and	E	242	257	250
4.3.3	equipment	Use Tax	Exemption	242	257	259
	Exemption for	G - 1 - 1				
4.2.4	qualified boat	Sales and				
4.3.4	repairs	Use Tax	Exemption	(m)	(m)	(m)
	Exemption for	0 1 1				
125	the sale and use	Sales and			71	<u></u>
4.3.5	of jet fuel	Use Tax	Exemption	62	71	61

Expenditure	Summary	Tax	Type of	State	State	State
-	· ·		Expenditure	FY 2022	FY 2023	FY 2024
			-		(in Millions)	
	Exemption for					
	sales within an	Sales and				
4.3.6	enterprise zone	Use Tax	Exemption	Estimate	not available at	this time
4.5010	Construction	Sales and				
	Services	Use Tax	Exemption	2,274	2,247	2,251
4.5020	Automotive					
	Services by					
	Motor Vehicle					
	and Parts	Sales and				
	Dealers	Use Tax	Exemption	122	124	125
4.5030	Investment and					
	Financial	Sales and				
	Advisers	Use Tax	Exemption	484	486	496
4.5040	Real Estate	Sales and				
	Services	Use Tax	Exemption	424	427	427
4.5050	Professional,					
	Scientific and					
	Technical	Sales and				
	Services	Use Tax	Exemption	2,738	2,800	2,846
4.5060	Administrative					
	and Support	Sales and				
	Services	Use Tax	Exemption	1,011	1,057	1,089
4.5070	Waste					
	Management					
	and					
	Remediation	Sales and				
	Services	Use Tax	Exemption	175	179	182
4.5080	Educational					
	Services					
	(excluding	Sales and				
	schools)	Use Tax	Exemption	60	61	61
4.5090	Health Care and					
	Social					
	Assistance	Sales and				
	Services	Use Tax	Exemption	3,046	3,104	3,173
4.5100	Promoters of					
	Events; Agents	Sales and				
	for Entertainers	Use Tax	Exemption	18	20	22
4.5110	Repair and					
	Maintenance	Sales and				
	Services	Use Tax	Exemption	114	116	118
4.5120	Personal and					
	Laundry	Sales and				
	Services	Use Tax	Exemption	171	176	181

Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024
			Lapenature	I I 2022	(in Millions)	112024
4.70000	Compensation				(
	of dealers for					
	reporting and	Sales and				
	paying tax	Use Tax	Exemption	99	100	103
4.90000	Sales tax		2		100	100
	exemption for	Sales and				
	casual sales	Use Tax	Exemption	3	3	3
Insurance Pre		Obe Tux	Exemption	5	5	5
insurance i iv	Deduction of					
	retaliatory taxes	Insurance				
	paid to other	Premium				
5.00100	states	Tax	Deduction	3	3	3
5.00100	Georgia Job	Total State	Deduction	5	5	5
5.00200	Tax Credit	Credit	Credit	275	239	236
5.00200		Ciedit	Ciedit	213	239	230
	Exemption for	Incurrence				
	premiums of	Insurance Premium				
5 00200	high-deductible		Enternation	1	1	1
5.00300	health plans	Tax	Exemption	1	1	1
	Exemption for					
	insurance					
	companies that					
	only insure	Insurance				
	places of	Premium	- ·	<i>.</i>		
5.00400	worship	Tax	Exemption	(m)	(m)	(m)
		Insurance	_			
	Insurance	Premium	Rate			
5.00500	abatements	Tax	Reduction	187	205	210
	Special	_				
	deductions for	Insurance				
	life insurance	Premium				
5.00600	companies	Tax	Deduction	202	222	227
	Low Income	Total State				
5.00700	Housing Credit	Credit	Credit	380	417	434
	Insurance					
	Premium Tax					
	Exemption for					
	multiple					
	employer self-	Insurance				
	insured health	Premium				
5.00800	plans	Tax	Exemption	2	2	2
	Agribusiness	Total State				
5.00900	Tax Credit	Credit	Credit	13	14	10
Motor Fuel T	ax					
	Motor fuel tax					
	exemption for	Motor Fuel				
6.00400	aviation fuel	Tax	Exemption	1	1	2
0.00400		1 47	Exemption	1		

Summary of State Tax Expenditures								
Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024		
			F		(in Millions)			
	Motor fuel tax							
	vendor	Motor Fuel						
6.00500	compensation	Tax	Exemption	16	9	21		
Alcoholic Bev			1 1					
	Sales to persons							
	outside the state							
	for resale or	Alcoholic						
	consumption	Beverage						
7.00100	outside the state	Tax	Exemption	Estimate	not available at	this time		
	Sales to stores							
	or canteens in	Alcoholic						
	U.S. military	Beverage						
7.00200	reservations	Tax	Exemption	Estimate	not available at	this time		
	200 gallons							
	annually of	Alcoholic						
	homebrew per	Beverage	_					
7.00300	household	Tax	Exemption	1	1	1		
	Sales to and use							
	by religious							
	organizations	Alcoholic						
	for sacramental	Beverage	_					
7.00400	purposes	Tax	Exemption	(m)	(m)	(m)		
	Exemption for							
	ethyl alcohol	Alcoholic						
	used for certain	Beverage						
7.00500	purposes	Tax	Exemption	Estimate	not available at	this time		
	Malt beverages							
	containing less							
	than one-half of							
	0.5 percent	Alcoholic						
- 00 600	alcohol by	Beverage			_			
7.00600	volume	Tax	Exemption	1	1	1		
Tobacco Prod	ucts Excise Tax		1			1		
	Exemption for							
	purchases for							
	use exclusively							
	by patients at							
	the Georgia							
	War Veterans							
	Home and the							
	Georgia War	Cigar and						
0.00100	Veterans	Cigarette			~ ``			
8.00100	Nursing Home	Excise Tax	Exemption	(m)	(m)	(m)		

	S	ummary of	State Tax Ex	penditures		
Expenditure	Summary	Tax	Type of Expenditure	State FY 2022	State FY 2023	State FY 2024
	Deminimie				(in Millions)	
	De minimis	Cigar and				
	amount brought	Cigar and				
× 00200	into the state by	Cigarette Excise Tax	Examption	Estimata	not available of	this time
8.00200	one person	Excise Tax	Exemption	Estimate not available at this time		
	Cigars and	Cigonand				
	cigarettes stored	Cigar and				
8.00300	in a public warehouse	Cigarette Excise Tax	Examption	Estimata	not available at	this time
8.00300		Excise Tax	Exemption	Estimate	not available at	this time
	Certain cigars	Cigorand				
	and cigarettes	Cigar and				
<u> 00400</u>	held by licensed	Cigarette	Examption	Estimata	not available of	this time
8.00400	dealers	Excise Tax	Exemption	Estimate	not available at	this time
Financial Inst	titutions Special St		n Tax			
		Financial				
	Detection for	Institutions				
0.00100	Deduction for	Business		2	~	~
9.00100	interest paid	License Tax	Deduction	3	5	5
	Deductions for					
	income from					
	authorized	F ' ' 1				
	activities of a	Financial				
	domestic	Institutions				
0.00000	international	Business				.1
9.00200	banking facility	License Tax	Deduction	Estimate	not available at	this time
	Deduction for					
	income from					
	banking	T ¹ 1				
	business with	Financial				
	persons or	Institutions				
0.0000	entities outside	Business				
9.00300	the U.S.	License Tax	Deduction	Estimate	not available at	this time
Special Assess	sment of Forest La	nd Conservati	on Use Property		Γ	
	Special					
	assessment of					
	forest land					
	conservation	~ ~	~			
10.00000	use property	State Grant	Credit	35	41	45
Alternative A	d Valorem Tax on	Motor Vehicle	es		Г	I
	Reduced rate		_			
11.001	for related		Rate			
11.001	family transfers	Title Fee	Reduction	14	15	14
111001		1			1	1
111001	Disabled					
11.002	Disabled veteran exemption	Title Fee	Exemption	(m)	(m)	(m)

Expenditure	Summary	Tax	Type of	State	State	State
-			Expenditure	FY 2022	FY 2023	FY 2024
					(in Millions)	1
	Reduced rate					
	for rental		Rate			
11.003	vehicles	Title Fee	Reduction	13	13	12
	Reduced rate					
	for vehicles					
	manufactured in		Rate			
11.004	years 1963-89	Title Fee	Reduction	(m)	(m)	(m)
	Reduced rate					
	for salvage		Rate			
11.005	vehicles	Title Fee	Reduction	13	13	12
	Dealer loaner					
	vehicle					
11.006	exemption	Title Fee	Deferral	4	3	2
	Reduced rate					
	for donated		Rate			
11.007	vehicles	Title Fee	Reduction	(m)	(m)	(m)
	Extended					
	payment period					
	for out-of-state		Rate			
11.008	vehicles	Title Fee	Reduction	22	21	20
	Trade-in					
	exemption					
	(including					
	rebates and cash					
11.009	discounts)	Title Fee	Exemption	164	154	156
11007	Special		2	101	10.	100
	assessment for					
11.010	used vehicles	Title Fee	Special Rule	9	8	8
11.010	Buy here pay	11110 1 00	Special Itale		0	0
	here		Rate			
11.012	transactions	Title Fee	Reduction	6	5	5
11.012	Exemption for	1110100	iteauction	5	5	
	leased vehicles					
	qualifying for					
	Manufacturing					
11.013	Headquarters	Title Fee	Exemption	Fetimate	not available at	this time
11.013	Treatment of		Lizempuon	Lounde		
11.014	Leased Vehicles	Title Fee	Special Rule	9	8	8
11.014	Treatment of		Special Kule	7	0	0
	vehicles					
	involved in					
	divorce					
	settlement or		Data			
11.015	business	T:41. E	Rate			()
11.015	reorganization	Title Fee	Reduction	(m)	(m)	(m)

	Summary of State Tax Expenditures						
Expenditure	Summary	Tax	Type of	State	State	State	
			Expenditure	FY 2022	FY 2023	FY 2024	
			_		(in Millions)	•	
	Treatment of						
11.016	non-IRP Buses	Title Fee	Deferral	13	14	13	
	Exemption for						
	vehicles						
	purchased by						
	disabled first						
11.017	responders	Title Fee	Exemption	(m)	(m)	(m)	
Special Excise	e Tax on Consume	r Fireworks					
State Hotel-M	lotel Tax						
For-Hire Gro	und Transportatio	n Excise Tax					

1. Individual Income Tax

The individual income tax was first levied in Georgia in 1929 at a rate equal to one-third the federal rate of income taxation. The rate structure effective January 1, 2019, and until January 1, 2024, includes six brackets ranging from 1 percent to 5.75 percent. Prior to 2019, the rate structure had a top rate of 6 percent and had remained unchanged since 1955 when the 7 percent rate on taxable incomes over \$20,000 was eliminated. The threshold for each bracket under current law depends on the filing status of the taxpayer, i.e., single, head of household, and married filing separate or joint. Effective January 1, 2024, the bracket structure is replaced by a single rate of 5.49 percent, with scheduled reductions in the flat rate to 4.99 percent as early as January 1, 2029, if certain conditions are met.

The initial base of the Georgia individual income tax is the taxpayer's federal adjusted gross income (AGI). Several adjustments are made to this starting point to arrive at the version of AGI adopted by Georgia. After computing the Georgia version of AGI, taxpayers deduct an amount representing either the value of their Georgia itemized deductions or the Georgia standard deduction, the latter of which was increased effective January 1, 2022, from \$6,000 to \$7,100 for married filers and from \$4,600 to \$5,400 for single and head of household filers. These standard deduction amounts were \$3,000 and \$2,300 respectively prior to January 1, 2018. In addition, filers are allowed a personal exemption of \$7,400 for joint filers, \$3,700 for married filing separately, and \$2,700 for other filers as well as \$3,000 for each dependent. Effective January 1, 2024, the standard deduction is repealed and personal exemption amounts are increased to \$12,000 for individual filers and to \$18,500 for joint filers. The personal exemption for joint filers increases further to \$20,000 in TY 2026, \$22,000 in TY 2028, and \$24,000 in TY 2030.

The tax is administered by the Georgia DOR. Individual income tax collections equaled \$14.2 billion in FY 2021 and accounted for 52.6 percent of Georgia's revenues from taxation. In CY 2021, 5.3 million individual state returns were processed. While predominately paid by individuals, a significant number of business entities are organized so that income associated with these enterprises is reported through the individual income tax. All revenue collected from the individual income tax is deposited in the State General Fund.

It is important to keep in mind that tax expenditure estimates may differ from revenue estimates presented in fiscal notes. Estimates included in fiscal notes incorporate behavioral effects that are not considered when estimating tax expenditure provisions. The purpose of a tax expenditure estimate is to convey the cost that would be necessary if the item were offered as a direct budgetary expenditure instead of a reduction in the tax liability. A second caveat concerns the estimates associated with the state individual income tax credit provisions. Forecasting the value of the revenue loss stemming from the use of these credits is problematic because of the presence of extensive carryforwards in the case of some credits. Because of past credit carryforwards, taxpayers may claim credits on current or future year tax returns that were created in prior years. In some cases, the credit may have expired such that taxpayers are no longer able to create new

credits, but the revenue loss to the state continues for several years until all carryforward liabilities have been exhausted. Therefore, the estimates provided in this report should be interpreted as the expected revenue loss stemming from the use of currently created or previously created credits and not an estimate of the value of credits created in a given year.

The Tax Expenditure Report includes the expenditures associated with both state and federal tax provisions. Because the Georgia individual income tax is based on the federal system, expenditures that are present at the federal level have revenue implications at the state level. For example, changes to itemized deductions by the federal government have repercussions on state tax revenues. The value of the expenditure as it relates to state taxes paid by those filing a Georgia return is presented in section 1.1 on federal exclusions. In some cases, Georgia might not adopt a federal provision. In that case, the expenditure is not listed because there is no loss of revenue to the state. In general, the value of the federal tax expenditure to the state of Georgia is determined by allocating a portion of the federal tax base associated with the expenditure estimate as estimated by the Joint Committee on Taxation for the U.S. Congress. The data and estimate reliability for the conformity provisions are considered class A. In some cases, however, the values of the Georgia estimates are highly sensitive to the assumptions made concerning the appropriate tax rate for a given expenditure provision and the allocation factor that is used to determine the amount of federal activity associated with Georgia. The estimates associated with the federal conformity provisions are based on current law as it existed on January 1, 2021; any changes to provisions that may occur because of federal legislative action after that date are not reflected in the estimates.

The explanations of the federal conformity provisions are taken from *Tax Expenditures: Compendium of Background Material on Individual Provisions*, prepared by the Congressional Research Service for the U.S. Senate Committee on the Budget, December 2020. Estimates of the federal provisions generally rely on the U.S. Congress Joint Committee on Taxation's *Estimates of Federal Tax Expenditures for Fiscal Years 2020-2024*, published November 5, 2020.

1.1 Federal Exclusions

<u>1.1.001</u>		mployee meals and lodging	-			
	Federal Statute	IRC section 119 and 12		6	1	1
	Description:	Employees are allowed to lodging furnished by emp				
		the convenience of the em			e employer s p	nemises ioi
				l Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Expe	nditure	52	53	48	
	(m) Denotes a value of	of less than \$1 million				
1 1 003	Enclusion of h					
<u>1.1.002</u>	Federal Statute	ousing allowances for min IRC Section 107 and 2				
	Description:	In general, this provision		sters to dedu	ct certain hou	using related
	Description.	expenditures from their g				ising related
		experiences from their gi		l Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Exper		7	7	7	
	(m) Denotes a value of	of less than \$1 million				
<u>1.1.003</u>		mployer-provided child ca	re			
	Federal Statute	IRC Section 129	ah a nahana			
	Description:	Payments by an employer qualified dependent care a				
		from the employee's incom			i employee ai	e excluded
		from the employee's meet		l Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Exper	nditure	18	18	16	
	(m) Denotes a value of	of less than \$1 million				
<u>1.1.004</u>		mployee awards	074(1)			
	Federal Statute	IRC Section 74(c) and		fon contain a	mondo of ton o	:hla nananal
	Description:	This provision provides an property given to employe				
		property given to employe	v	l Years (\$ in	•	achievennent.
			2022	2023	2024	
	State Tax Expe	nditure	3	3	3	
		of less than \$1 million	-	-		
<u>1.1.005</u>	Exclusion of e	mployer contributions and	earnings to	pension plar	ns includes Ke	eoghs,
		t and defined contribution				
	Federal Statute	IRC Sections 401-407,				
	Description:	Employer contributions to				
		and annuity plans on beha	1	•		1 .
		Furthermore, the employe are distributed.	e is general	ly not taxed	on the benefit	is when they
		are distributed.				

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	2,516	2,851	2,750	

1.1.006 Exclusion of employer contributions for health care, health insurance premiums and longterm care insurance premiums IRC Sections 105,106, and 125 Federal Statute **Description:** Employees are allowed to exclude contributions by their employers for

healthcare coverage for th	emselves a	nd their depo	endents.
	State Fisca	ll Years (\$ in	n Millions)
	2022	2022	2024

	2022	2023	2024
State Tax Expenditure	1,403	1,473	1,330

(m) Denotes a value of less than \$1 million

Exclusion of employer-paid accident and disability premiums 1.1.007 Federal Statute IRC Sections 105 and 106 **Description:** Premiums paid by employers for employee accident and disability insurance plans are excluded from the taxable income of employees.

		1
State Fiscal Y	Years (\$ in	Millions)

			/
	2022	2023	2024
State Tax Expenditure	31	33	30
(m) Denotes a value of less than \$1 million			

(m) Denotes a value of less than \$1 million

1.1.008 Exclusion of employer contributions for premiums on group-term life insurance Federal Statute **IRC Section 79**

Description: Premiums paid by the employer for qualified group-term life insurance plans for the employee are excluded from employee's taxable income.

State Fiscal	Years (\$	in Millions)
2022	2023	2024

	2022	2023	2024	_
State Tax Expenditure	27	28	25	_
(m) Denotes a value of less than \$1 million				-

m) Denotes a value of less than \$1 million

1.1.009 Exclusion of employer-paid transportation benefits and employer-provided transit and vanpool benefits

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Federal Statute
       IRC Section 132(f)
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Description: Employer provided qualified transportation benefits are excluded from employee taxable income.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	37	39	35	
(m) Demotes a surface of loss them $(1, m)$				

(m) Denotes a value of less than \$1 million

1.1.011 Exclusion of employer-provided adoption assistance

Federal Statute **IRC** Section 137

Description: Benefits received from a qualified employer-sponsored adoption assistance program are excludable from taxable income for the employee.

L. L	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	3	3	3	

1.1.012 Exclusion of employer-provided education benefits (including education assistance and tuition reduction benefits) Federal Statute IRC Section 117(d) and Section 127 **Description:** Tuition reductions for employees of educational institutions may be excluded from taxable income. In addition, an employee may exclude amounts paid by the employer for qualified educational assistance programs. State Fiscal Years (\$ in Millions) 2022 2023 2024

12 10 State Tax Expenditure 12

(m) Denotes a value of less than \$1 million

Exclusion of miscellaneous fringe benefits 1.1.013

Federal Statute IRC Section 132 and 117(D)

Description: Certain miscellaneous fringe benefits provided by employers, including services provided at no additional costs, employee discounts, working condition fringes, de minimis fringes and certain tuition reductions, can be excluded from the employee's taxable income.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	61	63	57	
(m) Denotes a value of less than \$1 million				

(m) Denotes a value of less than \$1 million

<u>1.1.014</u> Exclusion of foreign earned income (including housing and salary)

Description: U.S. taxpayers who live and work abroad are allowed a capped exclusion of their wage and salary income. In addition, qualified individuals can also exclude certain excess foreign housing costs. This provision does not apply to federal employees working abroad.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	37	41	38	

(m) Denotes a value of less than \$1 million

1.1.015 Exclusion of certain allowances for federal employees abroad **IRC Section 912** Federal Statute **Description:** U.S. federal civilian employees who work abroad are allowed to exclude from taxable income certain special allowances they receive that are generally linked to the cost of living. State Fiscal Years (\$ in Millions)

	2022	2023	2024
State Tax Expenditure	9	9	8
(m) Denotes a value of lass then \$1 million			

(m) Denotes a value of less than \$1 million

<u>1.1.016</u>	Exclusion of b	enefits and allowances to	o armed forces	personnel ((includes expend	liture for
	military disabi			•	·	
	Federal Statute	IRC Section 112, 134	4, 104(a)(4) or	(5) and 10^{4}	4(b)	
	Description:	Military personnel are p				(or cash
	Description	payments in lieu of such				
		members of the armed f				
		members of the armed f	State Fiscal			ionity pay.
			2022	2023	2024	
	State Tex Exper	dituro	77	81	74	
	(m) Denotes a value of		11	01	/4	
	(iii) Denotes a value o					
1.1.017	Evolution of m	nedical care and Tricare 1	modical incura	nco for mili	itary dopondonta	ratiraas
1.1.01/			metrical misura		nary dependents	<u>, lettiees,</u>
	and retiree dep Federal Statute	IRC Section 112 and	124			
					in this of the second its	(an aaah
	Description:	Military personnel are p				
		payments in lieu of such	,			
		members of the armed f				ibility pay.
			State Fiscal			
			2022	2023	2024	
	State Tax Exper		53	56	51	
	(m) Denotes a value o	f less than \$1 million				
<u>1.1.018</u>		eterans' benefits (include	es veterans dis	ability com	pensation, pensi	ons, and
	<u>readjustment b</u>					
	Federal Statute	38 U.S.C. Section 53				
	Description:	All benefits administere	d by the U.S. l	Department	of Veterans Af	fairs are
		exempt from income.				
			State Fiscal			
			2022	2023	2024	
	State Tax Exper		89	96	87	
	(m) Denotes a value o	f less than \$1 million				
<u>1.1.019</u>		ncome attributable to the				<u>l National</u>
		Corp and certain state e	ducational loa	n repaymen	<u>its</u>	
	Federal Statute	IRC Section 108(f)				
	Description:	This section provides th				
		and student loan repaym	nent assistance	may be exe	cluded from gro	ss income.
			State Fiscal	Years (\$ in	n Millions)	
			2022	2023	2024	
	State Tax Exper		1	1	1	
	(m) Denotes a value o	f less than \$1 million				
<u>1.1.020</u>	Exclusion of w	vorkers' compensation be	nefits (include	es disability	and survivor be	nefits and
	medical benefi	ts, and exclusion of dam	ages on account	nt of person	nal physical inju	ries or
	physical sickne	ess)				
	Federal Statute	IRC Section 104(a)	1)-(5)			
	Description:	Employees are not taxed		of insuranc	e contributions f	for
	-	workers' compensation				
		or on the medical benefi			-	
		Workers' compensation				
		injury and to survivors i				
		5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5				

		Damages paid, through e				
		for physical injury or sic				•
			State Fiscal			
		1.	2022	2023	2024	
	State Tax Expe	of less than \$1 million	71	68	61	
	(iii) Denotes a value					
1.1.021	Exclusion of s	special benefits for disable	d coal miners	1		
11110-1	Federal Statute	*		<u>.</u>		
	Description:	Cash and medical benefi		e workers o	r their survivors for tota	1
	•	disability or death result				
		disease) paid under the E				
			State Fiscal	Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Expe		(m)	(m)	(m)	
	(m) Denotes a value	of less than \$1 million				
<u>1.1.022</u>		untaxed Social Security an	d railroad reti	rement ben	<u>efits</u>	
	Federal Statute		. 1 1	1 (*	1 (", , 1",	
	Description:	In general, Social Securi	ty and railroa	d retiremen	benefits are not subject	
		to tax.	Stata Eigaal	Voora (¢ in	Milliona)	
			State Fiscal 2022	2023	2024	
	State Tax Expe	nditure	250	2023	210	
		of less than \$1 million	230	231	210	
1.1.024	Exclusion of a	certain foster care paymen	ts			
	Federal Statute					
	Description:	Qualified payments are e	excluded from	the foster of	care provider's gross	
		income.				
			State Fiscal	Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Expe		4	4	3	
	(m) Denotes a value	of less than \$1 million				
1 1 0 0 (F 1 . C	1 1 1 1 1 1 1 1 1				
<u>1.1.026</u>		scholarship and fellowship IRC Section 117	income			
	Federal Statute		hing oon he a	voludod fro	m the areas income of	
	Description:	Scholarships and fellows students and their familie	·			,
		and (2) the amounts are a	· ·			
		for books, supplies, and			-	Л
		institution. Amounts use		-	-	t
		excluded from gross inco				
			State Fiscal	Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Expe	nditure	17	17	15	
		of less than \$1 million				
<u>1.1.027</u>	Exclusion of e	earnings of Coverdell educ	cation savings	accounts a	nd interest on educationa	al
	savings bonds					
	Federal Statute	IRC Section 530				

	Description:	Contributions to a Cover		-	ccount are not deductible	e
		but the earnings grow on			N (*11*)	
			State Fiscal 2022			
	State Tex Expe	ndituro	(m)	2023 (m)	$\frac{2024}{(m)}$	
	(m) Denotes a value	of less than \$1 million	(111)	(111)	(m)	
1.1.028	Exclusion of e	earnings of qualified tuition	n programs (in	ncluding pre	paid tuition programs	
	and savings ac	ccount programs)				
	Federal Statute	IRC Section 529				
	Description:	Contributions to qualified				l
		level but earnings accum				
			State Fiscal			
	State Terr Erree	a d'ima	2022	2023	<u>2024</u> 6	
	State Tax Expe	nditure of less than \$1 million	5	6	0	
	(iii) Denotes a value v					
1.1.029	Exclusion for	certain agricultural cost-sh	aring payme	nts		
	Federal Statute	-				
	Description:	Grants made for the purp	ose of conser	ving soil and	d water resources or	
	-	protecting the environme				
		income.				
			State Fiscal		<i>,</i>	
	<u> </u>		2022	2023	2024	
	State Tax Expe	nditure of less than \$1 million	(m)	(m)	(m)	
	(III) Denotes a value (or less than \$1 minion				
1.1.030	Exclusion of a	cancellation of indebtednes	s income for	farmers		
1.1.030	Federal Statute			<u>Iumers</u>		
	Description:	The provision allows farm		solvent to tr	eat the income arising	
	Ĩ	from the cancellation of c			÷	
		taxpayers. As such, incor	ne that would	l normally b	e subject to tax would be	;
		excluded from tax under				
				Years (\$ in	-	
		1.	2022	2023	2024	
	State Tax Expe	nditure of less than \$1 million	(m)	(m)	(m)	
	(iii) Denotes a value v					
<u>1.1.031</u>	Exclusion of i	nterest on state and local g	overnment pr	vivate activit	v bonds	
1111001	Federal Statute				<u>y conds</u>	
	Description:	Interest earned on qualifi	ed private act	ivity bonds	is tax exempt.	
	-	•	State Fiscal			
			2022	2023	2024	
	State Tax Expe		2	2	2	
	(m) Denotes a value	of less than \$1 million				
1 1 0 2 2			• • • •			
<u>1.1.032</u>		capital gains on sales of pri		nces		
	Federal Statute			noome tor .	n to \$250,000 of conitol	
	Description:	A taxpayer may exclude gain (\$500,000 in the cas				
		the sale or exchange of th			ing joint rotarins) from	
		si eneminge of u	r r r r r r r r r r r r r r r r r r r			

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	309	329	302	

1.1.033 Exclusion of capital gains at death

IRC Sections 1001,1002,1014,1015,1023,1040,1221, and 1222 Federal Statute Capital gains tax is not imposed on the increased value of an asset when **Description:** ownership of the property is transferred as a result of the death of the owner.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	217	225	204	
(m) Denotes a value of less than \$1 million				

(m) Denotes a value of less than \$1 million

Carryover basis of capital gains on gifts 1.1.034

IRC Sections 1001,1014,1015,1023,1040,1221, and 1222 Federal Statute **Description:** Capital gains tax is not imposed on the increased value of an asset when ownership of the property is transferred as a gift during the owner's lifetime.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	14	20	25	

(m) Denotes a value of less than \$1 million

1.1.035 Permanent exemption from imputed interest rules

IRC Sections 163(e), 483, 1274, and 1274A Federal Statute

Description: Debt instruments for amounts not exceeding an inflation adjusted maximum that are given in exchange for real property may not have imputed to them an interest rate greater than 9 percent.

	State Fiscal Years (\$ in Millions)				
	2022 2023 2				
State Tax Expenditure	4	4	4		

(m) Denotes a value of less than \$1 million

Exclusion of combat pay 1.1.036

Federal Statute **IRC** Section 112

Description: Compensation received by active members of the armed forces is excluded from gross income for any month the service member served in a combat zone or was hospitalized as a result of an injury or illness incurred while serving in a combat zone.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	7	7	7	
(m) Denotes a value of less than \$1 million				

(m) Denotes a value of less than \$1 million

Exclusion of energy conservation subsidies provided by public utilities 1.1.037 Federal Statute

IRC Section 136

Description: In general, this provision allows customers to exclude from their gross income the value of any subsidy provided by a public utility for the

		purchase or of any energ	v conservation	n measure.		
		parentable of of any energy	State Fiscal		Millions)	
			2022	2023	2024	
	State Tax Expen	nditure	(m)	(m)	(m)	
	(m) Denotes a value of	f less than \$1 million				
1.1.039	Exclusion of a	ain for certain small busin	ness stock			
1.1.037	Federal Statute	IRC Sections 1202 ar				
	Description:	This provision allows no		xpavers to e	exclude from gross	s
		income 50 percent of any				
		business stock issued aft				
		closely held business die	es there is no re	eported gair	or loss on the par	tial
		redemption of stock.				
			State Fiscal			
		1'.	2022	2023	2024	
	State Tax Expen		10	9	6	
	(III) Denotes a value o	r less than \$1 minon				
1.1.040	Exclusion of in	nterest on public purpose	state and local	governmer	at bonds	
1.1.040	Federal Statute	IRC Sections 103, 14		governmer	<u>it bolids</u>	
		Interest income of qualif		ental bonds	is excluded from	taxable
	1	income (expenditure esti				
		interest on GA bonds is				2
			State Fiscal	Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Expen		2	2	2	
	(m) Denotes a value of	f less than \$1 million				
<u>1.1.041</u>	Exclusion of in	acome earned by voluntar	v employees'	beneficiary	associations	
1.1.071	Federal Statute	IRC Sections 501(a)		<u>oenenerary</u>	associations	
		Provided certain require		the income	e earned by a volur	ntarv
		employee beneficiary as				
		taxes.			•	
			State Fiscal	Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Expen		8	8	7	
	(m) Denotes a value of	f less than \$1 million				
1.1.042	Evolution of a	urvivor annuities paid to t	familias of put	lia sofaty o	fficare killed in th	a lina
1.1.042	of duty	arvivor annuties paid to	tammes of put	me safety o	meets kined in th	
	Federal Statute	IRC Section 101(h)				
	Description:	The surviving spouse of	a public safety	v officer kill	ed in the line of d	utv can
	···· • • • • • • • • • • • • • • • • •	exclude from gross incom				· · · · · ·
		governmental pension pl		51.5		
			State Fiscal	Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Expen		(m)	(m)	(m)	
	(m) Denotes a value of	f less than \$1 million				

<u>1.1.043</u>	Exclusion of disaster mitigation payments						
	Federal Statute IRC Section 139						
	Description: Payments made for disaster mitigation under the Robert T. Stafford						
		Disaster Relief and Emergency Insurance Act, or the National Flood					
	Insurance Act is excluded from income.						
	State Fiscal Years (\$ in Millions)						
			2022	2023	2024		
	State Tax Expe	nditure	(m)	(m)	(m)		
	(m) Denotes a value	of less than \$1 million					
1 1 0 4 4							
<u>1.1.044</u>	Deduction for Non-Itemizers of Charitable Contributions Federal Statute IRC Section 170						
	Description: For 2020, individuals who don't itemize deductions can take up to a \$300 shows the line deduction for each contributions to "evolving deductions".						
	above-the-line deduction for cash contributions to "qualified charitable						
	organizations." For 2021, this above-the-line deduction allowed on a joint						
	return is \$600 (it remains at \$300 for other taxpayers). State Fiscal Years (\$ in Millions)						
					,		
		1'.	2022	2023	2024		
	State Tax Expe	nditure of less than \$1 million	Estimate	included in	1.2.021		
	(III) Denotes a value	or less than \$1 minion					
<u>1.1.045</u>	Exclusion of income attributable to the discharge of principal residence acquisition indebtedness Federal Statute IRC Section 108						
	Description:	Income from discharge of indebtedness on qualified principal residence					
		debt, up to a \$750 thousand limit (\$375 thousand for married individuals					
		filing separately), is excluded from gross income for tax years beginning					
		Jan. 1, 2021, through Dec. 31, 2025. For tax years beginning before Jan. 1,					
		2021, the limits were \$2 million and \$1 million, respectively.					
		State Fiscal Years (\$ in Millions)					
			2022	2023	2024		
	State Tax Expe		4	5	5		
	(m) Denotes a value	of less than \$1 million					
<u>1.1.046</u>	<u>Exclusion of income from forgiveness of loans and other business financial a</u> under the CARES Act						
	Federal Statute						
	Description:		ot include forgiv	eness of Pa	wheek Protection	n Program	
	Description: Gross income does not include forgiveness of Paycheck Protection Progra loans, Economic Injury Disaster Loans or emergency grants, and certain						
	loan repayment assistance under the CARES Act.						
	State Fiscal Years (\$ in Millions)						
	2022 2023 2024						
	State Tax Expe	nditure	3	3	3		
	(m) Denotes a value of less than \$1 million						
	. ,						
1.2 Federal Deductions

<u>1.2.001</u>	Accelerated depreciation (MACRS)Federal StatuteIRC Sections 167 and 168Description:Under the Modified Accelerated Cost Recovery System (MACRS) the cost of tangible depreciation property of certain energy property is allowed a shorter depreciation period. Taxpayers are allowed to depreciate the costs				
		of new rental housing and	certain othe	r buildings a	ind equipment on an
		accelerated schedule.	State Fiscal	Years (\$ in	Millions)
			2022	2023	2024
	State Tax Expen	diture	332	312	259
	(m) Denotes a value of				
<u>1.2.002</u>	Deduction of ex	xpenditures on energy-eff	icient comme	ercial buildir	ng property
	Federal Statute	IRC Sections 179D			
		This provision provides a			
		cost of energy-efficient c		U	• 1
		after December 31, 2005,		•	
			2022	Years (\$ in 2023	2024
	State Tax Expen	diture	(m)	(m)	(m)
	(m) Denotes a value of		(111)	(111)	(111)
<u>1.2.003</u>	Federal Statute Description:	xploration and developme IRC Sections 263, 291 Firms engaged in mining development costs.	, 616-617,56 are permitted	5,1254	certain exploration and
			2022	2023	2024
	State Tax Expen	diture	(m)	(m)	(m)
	(m) Denotes a value of		(111)	(111)	(111)
<u>1.2.004</u>	Federal Statute	<u>f business start-up costs</u> IRC Section 195 This provision allows a b	usiness taxpa	over to deduc	t up to \$10,000 in
		qualified start-up expendi		iyer to deduc	<i>i</i> up to \$10,000 m
		qualities state of enpends		Years (\$ in	Millions)
			2022	2023	2024
	State Tax Expen	diture	2	2	2
	(m) Denotes a value of	f less than \$1 million			
<u>1.2.005</u>	Federal Statute Description:	esearch and experimental IRC Section 174 and 5 This provision allows a b expenditures that are paid trade or business.	9(e) usiness taxpa		

			State Fisca	1 Years (\$ ii	n Millions)	
			2022	2023	2024	
	State Tax Expe	enditure	(m)	0	0	
	(m) Denotes a value	of less than \$1 million				
<u>1.2.006</u>	Expensing of	magazine circulation expe	enditures			
	Federal Statute	IRC Section 173				
	Description:	In general, current feder				
					expenditures to maintain,	
		establish, or increase cir				
				l Years (\$ ii		
			2022	2023	2024	
	State Tax Expe		(m)	(m)	(m)	
	(m) Denotes a value	of less than \$1 million				
<u>1.2.007</u>		f oil and gas exploration a				
	Federal Statute	,	2, 613, 613A	and 291; 20	53(c), 616-617, 57(a)(2),	
	-	59(e) and 1254				
	Description:	Firms that extract oil, ga				
		-			ve, which depreciates du	ie
		to the physical and econ				
					development of oil, gas o	r
		geothermal properties ha		of expensit	ng certain intangible	
		drilling and developmen		1 Voora (¢ in	Milliona	
			2022	1 Years (\$ ii 2023	2024	
	State Tax Expe	nditure	0	0	0	
		of less than \$1 million	0	0	0	
	(iii) Denotes a value					
<u>1.2.008</u>	Special treatn	nent for expenses related to	o timber prod	uction		
1.2.000	Federal Statute					
	Description:	This provision allows ex		oduction co	ests of growing timber	
	Description	Taxpayers are also allow				
		reforestation expenses.	ieu unierent i	acprectation	practices for quantied	
		renore of the second	State Fisca	l Years (\$ ii	n Millions)	
			2022	2023	2024	
	State Tax Expe	enditure	3	3	2	
		of less than \$1 million				
1.2.009	Expensing un	der IRC Section 179 of de	preciable bus	siness prope	rty	
	Federal Statute		-		—	
	Description:	Within certain limits, a t	axpayer may	elect to ded	uct as a current expense	
	_	the cost of qualifying pro-				
				l Years (\$ ii		

	State Fiscal Tears (\$ III willions		
	2022	2023	2024
State Tax Expenditure	59	71	73

(m) Denotes a value of less than \$1 million

_

<u>1.2.010</u>		r publicly traded partners	hips with qual	lified incom	e derived from	certain
	energy-related					
	Federal Statute		111 1		• • • • •	1
	Description:	This code section allow				
		corporation for the purp	oses of the fee	deral income	e tax under mo	st
		situations.	Stata Eigan	1 Voora (¢ in	Milliona	
			2022	1 Years (\$ in 2023	2024	
	State Tex Expo	nditura	2022	3	3	
	State Tax Expe	of less than \$1 million	2	3	3	
	()					
<u>1.2.011</u>	Treatment of i	ncome from exploration	and mining of	f natural reso	ources as qualit	fving
1.2.011		the publicly traded partn	-	nuturur rest	Jurees us quuin	
	Federal Statute		·	448, 461, 46	4	
	Description:	This code section allow				ed as a
	•	corporation for the purp				
		situations.				
			State Fisca	l Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Expe	nditure	(m)	(m)	(m)	
	(m) Denotes a value	of less than \$1 million				
<u>1.2.012</u>		ultural expensing provision	<u>ons</u>	140 461 46		
	Federal Statute					
	Description:	Taxpayers in the busine				
		associated with soil and associated with raising				id the costs
		associated with faising		l Years (\$ in		
			2022	2023	2024	
	State Tax Expe	nditure	1	1	1	
		of less than \$1 million	1	1		
1.2.014	Expensing to a	remove architectural and	transportation	barriers to	the handicappe	ed and
	elderly		-			
	Federal Statute	IRC Section 190				
	Description:	This provision allows ta				
		incurred in a single year				
		elderly individuals in qu		ies or public	transportation	vehicles
		owned or leased by the	1 .			
				l Years (\$ in		
		1.	2022	2023	2024	
	State Tax Expe	nditure of less than \$1 million	(m)	(m)	(m)	
	(iii) Denotes a value	or less than \$1 million				
1 2 015	Invontory mot	hods and valuation, (incl	uding last in f	irst out low	or of cost or m	orkot
<u>1.2.015</u>			-	<u>1181-001, 10W</u>	er of cost of m	aiket,
	Federal Statute	fication for homogenous				
	Federal Statute IRC Sections 475, 491-492					

Federal StatuteIRC Sections 475, 491-492Description:This provision allows taxpayers to use alternative inventory systems to
determine cost of goods sold.

		State Fisca	al Years (\$ in	n Millions)	
		2022	2023	2024	
	State Tax Expenditure	8	8	7	
	(m) Denotes a value of less than \$1 millio	n			
<u>1.2.017</u>	Health Savings Accounts Federal Statute IRC Section	vn 223			
		n allows taxpayers to ex	velude their l	posith savings	ecount
		from their gross income			
	controutons		al Years (\$ in		ie meome.
		2022	2023	2024	
	State Tax Expenditure	86	92	86	
	(m) Denotes a value of less than \$1 millio	n			
<u>1.2.018</u>	Deduction of property taxes of				
	Federal Statute IRC Section				
		y claim an itemized de	-	· · ·	
		ed residences. The dedu		operty and state	income or
	sales taxes in	total cannot exceed \$10			
			al Years (\$ in		
		2022	2023	2024	
	State Tax Expenditure (m) Denotes a value of less than \$1 millio	115	120	108	
	(iii) Denotes a value of less than \$1 minio	41			
1.2.020	Deduction of mortgage interest	et on owner occupied r	rasidancas		
1.2.020	Deduction of mortgage intere Federal Statute IRC Section		<u>esidences</u>		
		ay claim an itemized de	eduction for	"qualified resid	ence
		h includes interest paid			
		a second residence.		.8	·· r r r
		State Fisca	al Years (\$ in	n Millions)	
		2022	2023	2024	
	State Tax Expenditure	167	174	158	
	(m) Denotes a value of less than \$1 millio	n			
<u>1.2.021</u>	Deduction of charitable contr	ributions (includes dedu	actions for he	ealth, education	, and for
	purposes other than health an				
		ons 170 and 642(c)			
	Description: Subject to cer	tain limitations, charita	ble contribut	tions may be de	educted by
	individuals.				
		State Fisca	al Years (\$ in	n Millions)	
		2022	2023	2024	
	State Tax Expenditure	507	463	399	
	(m) Denotes a value of less than \$1 millio	n			
<u>1.2.022</u>	Deduction of casualty and the				
		ons 165(c)(3), 165(e), 1			
		may claim an itemized		or unreimburse	d personal
	casualty or the	eft losses up to a specifi	ied limit.		

			State Fiscal	Years (\$ in]	Millions)	
			2022	2023	2024	
	State Tax Expenditure		2	2	1	
	(m) Denotes a value of less than \$1	million				
1.2.023	Deduction of overnight e	vpenses for Nati	onal Guard a	and Reserve	members	
1.2.023	-	ections 162(p) at			members	
		-the-line deducti			nhursed over	night travel
		d lodging expense				
	means, an	a loaging enpen	State Fiscal			
			2022	2023	2024	
	State Tax Expenditure		2	2	1	
	(m) Denotes a value of less than \$1	million				
1.2.025	Deduction of interest on					
		ection 221				
		s may deduct int			lucation loan	s in
	determini	ng their adjusted				
			State Fiscal	-		
			2022	2023	2024	
	State Tax Expenditure (m) Denotes a value of less than \$1	million	15	16	15	
	(iii) Denotes a value of less than \$1	mmon				
1.2.027	Deduction of teacher class	ssroom exnenses	1			
1.2.021		ection 62	<u>-</u>			
		le employee of a	public or pri	vate elemen	tary or secon	dary school
		n a deduction for				senser
			State Fiscal		.	
			2022	2023	2024	
	State Tax Expenditure		2	2	1	
	(m) Denotes a value of less than \$1	million				
<u>1.2.028</u>	Deduction of health insu	rance premiums	and long-terr	n care insura	ance premiur	<u>ns by the</u>
	self-employed	_	_		_	
	Federal Statute IRC S	ection 162(1)				
		v, a self-employe			the entire am	ount paid
	for health	insurance or lor				
			State Fiscal			
			2022	2023	2024	
	State Tax Expenditure		42	44	39	
	(m) Denotes a value of less than \$1	million				
1 0 000		11,1	1 1			
<u>1.2.029</u>	Deduction of medical an		s and long-te	erm care exp	enses	
		ection 213	of one	: <u>1</u>	• •1 h••4 ·· •4	
	—	lical expenses th				•
		yer or insurance ent they exceed				ne meome
	to the ext	ent mey exceed	ro percent or	aujusteu gro	JSS IIICOIIIC.	

	State Fisca	State Fiscal Years (\$ in Millions)				
	2022	2023	2024			
State Tax Expenditure	3	3	3			

(m) Denotes a value of less than \$1 million

<u>1.2.030</u> Net exclusion of pension contributions and earnings: traditional and Roth IRAs Federal Statute Section 219 and 408 and 408A **Description:** Individuals participating in a traditional or Roth IRA are allowed to deduct contributions in the case of traditional IRAs and distributions in the case of Roth IRAs. Both exemptions are phased out for higher-income individuals. State Fiscal Years (\$ in Millions) 2022 2023 2024 State Tax Expenditure 245 265 246 (m) Denotes a value of less than \$1 million

1.2.031 Limit on NOL deduction

Federal Statute Pub. L. No. 115-63

Description: The deduction for net operating losses is limited to 80 percent of taxable income.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	-1	-1	-1	
(m) Denotes a value of less than \$1 million				

<u>**1.2.032**</u> 7-year recovery period for motorsports entertainment complexes

Federal Statute IRC Sections 167 and 168

Description: Taxpayers are allowed to deduct the cost of certain depreciable assets from motorsports complexes over 7 years.

	State Fiscal Years (\$ in Millions)				
	2022	2023	2024		
State Tax Expenditure	(m)	(m)	(m)		

(m) Denotes a value of less than \$1 million

1.3 Special Federal Conformity Provisions

<u>1.3.001</u>	Deferral of ga	in on like-kind exchanges				
	Federal Statute	IRC Section 1031				
	Description: When business or investment property is exchanged for property of a like					ty of a like-
	kind, no gain or loss is recognized on the exchange and therefore no tax is					re no tax is
		paid at the time of the ex	change			
			State Fisca	al Years (\$ in	n Millions)	
			2022	2023	2024	
	State Tax Expe		30	30	27	
	(m) Denotes a value	of less than \$1 million				
<u>1.3.002</u>	Special rules f	for magazine, paperback b	ook, and rec	ord returns		
	Federal Statute	IRC Section 458				
	Description:	Publishers and distributo				
		to exclude from gross inc		•		he sale of
		goods that are returned a				
				al Years (\$ ir	,	
			2022	2023	2024	
	State Tax Expe	nditure	(m)	(m)	(m)	
	(m) Denotes a value	of less than \$1 million				
	_					
<u>1.3.003</u>		yback for net operating lo	sses attributa	able to farmi	ng	
	Federal Statute					
	Description:	Current law provides a ty	wo-year carr	yback period	for losses re	lated to
		farming.	G	1.87 (ф.		
				al Years (\$ ir		
		1',	2022	2023	2024	
	State Tax Exper	nditure of less than \$1 million	1	1	1	
	(III) Denotes a value (or less than \$1 minion				
1 2 004	C	· · · · · · · · · · · · · · · · · · ·				
<u>1.3.004</u>		for mining reclamation res IRC Section 468 and				
	Federal Statute			mant value a	avivalant of	aantain
	Description:	Electing taxpayers may a estimated future reclama				
		disposal sites.	tion and clos	sing costs for		solid waste
		uisposai sites.	State Figure	al Years (\$ ir	Millions)	
			2022	2023	2024	
	State Tax Expe	nditura	(m)	(m)	(m)	
		of less than \$1 million	(111)	(11)	(111)	
	()					
<u>1.3.005</u>	Cash accounti	ng, for certain businesses				
1.5.005	Federal Statute	IRC Sections 446 and	448			
	Description:	The cash method of acco		he used by a	ny husiness t	avnaver that
	Description.	is not a tax shelter and fa	••••	•	•	· ·
		These are farming busine			•	•
		entities that meet a gross			service corpo	auons, anu
		entities that meet a gross	i conpis iosi	•		

	State Fiscal Years (\$ in Millions)				
	2022	2023	2024		
State Tax Expenditure	17	18	16		
(m) Denotes a value of less than \$1 million					

(m) Denotes a value of less than \$1 million

1.3.006 Deferral of gain on non-dealer installment sales Federal Statute IRC Sections 453 and 453A(b) **Description:** Some taxpayers are allowed to report some sales using the installment method of accounting in which the gross profit from the sale is prorated over the years during which the payments are received. State Fiscal Years (\$ in Millions) 2022 2023 2024 State Tax Expenditure 6 6 5 (m) Denotes a value of less than \$1 million 1.3.007 Completed contract rules Federal Statute **IRC Section 460 Description:** Some taxpayers with construction or manufacturing contracts extending for more than one tax year are allowed to report some or all of the profit on the contracts under special accounting rules rather than the normal rules of tax accounting. State Fiscal Years (\$ in Millions) 2022 2023 2024 State Tax Expenditure 1 1 (m) (m) Denotes a value of less than \$1 million

Special treatment of employee stock ownership plans (ESOPs) 1.3.008 Fede

Federal Statute	IRC Sections 401(a)(28), 404(a)(9), 404(k), 415(c)(6), 512(e), 1042,
	4975(d)(3), 4978, 4979A
Description:	ESOPs are provided with various tax advantages. Employer contributions
	may be deducted by the employer as a business expense. Contributions to a
	leveraged ESOP are subject to less restrictive limits than contributions to
	other qualified employee benefit plans. An employer may deduct dividends

paid on stock held by an ESOP if the dividends are paid to plan participants, if the dividends are used to repay a loan that was used to buy the stock, or if the dividends are paid on stock in a retirement plan. Employees are not taxed on employer contributions to an ESOP or the earnings on invested funds until they are distributed.

-	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	14	15	15

(m) Denotes a value of less than \$1 million

1.3.009 Various agricultural expensing provisions

Federal Statute **IRC Section 1301**

Description: Beginning with tax years after 1997, taxpayers have the option to calculate their current year income tax by averaging, over a prior three-year period, all or a portion of their income from farming and/or fishing.

	State Fiscal Years (\$ in Millions)				
	2022 2023				
State Tax Expenditure	1	1	1		

(m) Denotes a value of less than \$1 million

<u>1.3.010</u> Qualified Opportunity Zones

Federal Statute PL 115-97; IRS 1400Z-1

Description: The inclusion in gross income of capital gains reinvested in a qualified opportunity fund may be temporarily deferred and 15 percent of capital gains reinvested may be excluded if the investment is held for seven years. Capital gains from the sale or exchange of an investment in the qualified opportunity fund held for at least 10 years are excluded from gross income. A qualified opportunity fund is an investment vehicle organized as a corporation or a partnership for the purpose of investing in qualified opportunity zone property that holds at least 90 percent of its assets in qualified opportunity zone property. Qualified opportunity zone property includes any qualified opportunity zone stock, any qualified opportunity zone partnership interest, and any qualified opportunity zone business property. Certain low-income community population census tracts may be designated as qualified opportunity zones by the chief executive officer of the State (which includes the District of Columbia).

	State Fiscal Years (\$ in Millions)				
	2022	2024			
State Tax Expenditure	3	3	2		

(m) Denotes a value of less than \$1 million

<u>1.3.011</u> Expensing rules for certain productions

Federal Statute IRC Section 181

Description: A taxpayer may elect to treat the cost, up to a maximum of \$15 million (\$20 million in some areas) for any production, of any qualified film, television, or live theatrical production commencing production prior to Jan. 1, 2026, as an expense which is not chargeable to capital account. Any cost so treated shall be allowed as a deduction.

	State Fiscal Years (\$ in Millions)				
	2022	2023	2024		
State Tax Expenditure	8	6	3		
(m) Demotes a surface of loss them $(1, m)$					

(m) Denotes a value of less than \$1 million

1.4 Georgia Exemptions

<u>1.4.001</u>	Personal Exer	mption					
	Statute		§48-7-26				
	Year Enacted		1987				
	Year Effective		1987				
	Data Source		DOR data f	or TY 2020			
	Estimate Relia	bility	Class A				
	Data Reliability Class A						
	Note For distributional analysis, see Table 3 in Appendix.					lix.	
	Description:	For tax year	rs 2012 and a	fter, the pers	onal exempt	ion is \$7,400	for married
		filing joint,	\$3,700 for m	arried filing	separately, a	and \$2,700 for	r all other
		filers. In ad	dition, \$3,000) is excluded	from incom	e for each de	pendent
		claimed on	the tax return	•			
				State Fisca	l Years (\$ in	n Millions)	
				2022	2023	2024	
	State Tax Expe	enditure		1,318	1,331	1,344	
	(m) Denotes a value	of less than \$1 mi	llion				
<u>1.4.002</u>	Retirement In	come					
	C		840 7 07 ()				

1.4.002	Kethement m						
	Statute		§48-7-27(a)	(5)			
	Year Enacted		1971				
	Year Effective		1971				
	Data Source		DOR data fo	or TY 2020			
	Estimate Reliab	oility	Class A				
	Data Reliability	7	Class A				
	Note		The definiti	on of retirem	ent income	was modifie	d, effective
			tax year 201	8, to include	e Dept. of D	efense surviv	vor benefit
			payments re	gardless of a	ige of benef	iciary. For d	istributional
			analysis of t	his provision	n, see Table	4 in Append	lix.
	Description:	For tax year	s beginning in	n 2012, indiv	viduals age (62 and above	e may exclude
		a maximum	of \$35,000 a	nd age 65 an	d above ma	y exclude a 1	naximum of
		\$65,000 of 1	retirement inc	ome. This in	come exclu	sion may inc	lude a
		maximum o	of \$4,000 of ea	arned income	e.		
				State Fisca	l Years (\$ ir	n Millions)	
				2022	2023	2024	
	State Tax Expe	nditure		1,326	1,372	1,420	
	(m) Denotes a value	of less than \$1 mil	lion				
<u>1.4.003</u>	Exclusion of f	ederally taxa	ble Social Sec	curity benefi	ts		
	Statute		§48-7-27(a)	(7)			
	Year Enacted		1971				
	Year Effective		1971				
	Data Source		DOR data fo	or TY 2020			

Data Reliability Note

Estimate Reliability

Description: Social Security and tier 1 railroad retirement benefits are excluded from state taxable income.

Class A

Class A

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	378	394	410	

(m) Denotes a value of less than \$1 million

<u>1.4.004</u>	Georgia Higher Education Savings Plan Contributions				
	Statute	§48-7-27(a)(11) and (11.1)			
	Year Enacted	NA			
	Year Effective	Taxable years beginning on or after January 1, 2002			
	Data Source	DOR data for TY 2020			
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note	The contribution limits were increased from \$2,000 to \$4,000			
	effective January 1, 2016, and again in 2019 from \$4,000 to				
		\$8,000, effective January 1, 2020. For distributional analysis,			
		see Table 5 in Appendix.			
	Description: An exem	ption from income is allowed for contributions to a qualified			
	higher ed	ucation savings plan. The exemption is limited to \$8,000 per			
	qualified	plan beneficiary starting in 2020.			
		State Fiscal Years (\$ in Millions)			
		2022 2023 2024			
	State Tax Expenditure	19 19 19			
	(m) Denotes a value of less than \$1	million			

<u>1.4.005</u>	Interest on U.S. obligations	
	Statute	§48-7-27(b)(2)
	Year Enacted	1971
	Year Effective	1971
	Data Source	DOR data for TY 2020
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	For distributional analysis see Table 6 in Appendix
	Description: Interest earn	ed on U.S. government bonds and other obligations are not
	included as t	taxable income.

	State Fisca	State Fiscal Years (\$ in Millions)			
	2022	2024			
State Tax Expenditure	17	32	39		

(m) Denotes a value of less than \$1 million

<u>1.4.007</u> Organ donation expenses

<u>in expenses</u>	
	§48-7-27(a)(13)
	1981
	Taxable years beginning on or after January 1, 2005
	U.S. Dept. of Health and Human Services Organ Procurement and Transplantation Network, and DOR data for TY 2020
oility	Class B
7	Class A
	eimbursed expenses associated with the donation of organs in with the National Organ Procurement Act are deductible from
	oility Certain unre

		federal adju	sted gross in	-		alue of \$10,000.	
					l Years (\$ in		
				2022	2023	2024	
	State Tax Expe			(m)	(m)	(m)	
	(m) Denotes a value	of less than \$1 mil	llion				
<u>1.4.008</u>	Aged 65/Blin	d deduction					
	Statute		§48-7-27(a)(1)			
	Year Enacted		1971				
	Year Effective		1971				
	Data Source		DOR data	for TY 2020			
	Estimate Relia	oility	Class A				
	Data Reliability	y	Class A				
	Note		For distribution	utional analys	is see Table	7 in Appendix	
	Description:	Taxpayers a	iged 65 or ol	der are allowe	ed an annual	deduction from	income
	-	of \$1,300 pe	er taxpayer.	Taxpayers wh	o are blind a	are allowed an ar	nual
				of \$1,300 per			
					l Years (\$ in	Millions)	
				2022	2023	2024	
	State Tax Expe	nditure		23	24	35	
	(m) Denotes a value		llion	20	2 .		
1.4.009	Certain depen	dent's unearr	ned income				
1.4.002	Statute	dent 5 difedit	§48-7-27(a	(8)			
	Year Enacted		1971	.)(0)			
	Year Effective		1971				
	Data Source			for TY 2020			
	Estimate Relial	aility	Class A	101 1 1 2020			
	Data Reliability	-	Class A Class A				
	Note	y	Class A				
	Description:	Toxpoyora	on ovoludo i	moormod inco	ma of donor	donts that was in	aludad in
	Description:		AGI of a par		ine of depen	dents that was in	
			AUT OF a part		l Years (\$ in	Millions)	
				2022	2023	2024	
	State Tex Erro	n dituno					
	State Tax Expe		11:	(m)	(m)	(m)	
	(m) Denotes a value	of less than \$1 mil	liion				
1 4 0 1 0	D : (
<u>1.4.010</u>	Premiums for	high-deducti					
	Statute		§48-7-27(a)(13.1)			
	Year Enacted		2008		c	1 2000	
	Year Effective				on or after	January 1, 2009	
	Data Source			for TY 2020			
	Estimate Relia	-	Class A				
	Data Reliability	У	Class A				
	Note	m	11 -	1 1 4 6 6			
	Description:	Taxpayers a	tre allowed to	o exclude 100	percent of	premiums paid fo	or certain

high-deductible health plans.

			State Fisca	ll Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Expenditur	e	8	8	9	
	(m) Denotes a value of less th	an \$1 million				
1 / 021	Exclusion of Militar	y Surviyor Bonofi	to			
<u>1.4.021</u>	Statute	<u>848-7-27 </u>				
	Year Enacted	2018	(a)(3)			
	Year Effective	2018				
	Data Source		a for TY 2020			
	Estimate Reliability	Class A	a 101 1 1 2020			
	Data Reliability	Class A Class A				
	Note	Class A				
		ne received by a s	surviving family	v member ba	sed on the servio	ce record
	-	leceased service n				
				Years (\$ in N		
			2022	2023	2024	
	State Tax Expenditure	2	(m)	(m)	(m)	
	(m) Denotes a value of less th					
<u>1.4.022</u>	Exclusion from the			ts for disable	ed first responde	<u>rs</u>
	Statute		'(a)(12.4)			
	Year Enacted	2019				
	Year Effective	2019				0
	Data Source	Fiscal no 2020	ote SB 138 LC 4	43 1258 (201	9) and DOR dat	a for TY
	Estimate Reliability	Class A				
	Data Reliability	Class A				
	Note					
	Description: An in	ncome tax exclusi	on is allowed f	or first respo	nders equal to 1	00
	perce	ent of the paymen	ts made to and	received by	a that disabled fi	rst
	respo	onder pursuant to	O.C.G.A 45-9-	85. This excl	usion requires the	hat such
	amou	unts are included i	in the taxpayer'	s federal adju	usted gross incom	me and
		ot otherwise exen	▲ ·	x imposed by	this article und	er any
	other	provision of law		1 • • • •	X 6 111	
				l Years (\$ in		
	State Terr Francis Iliter		2022	2023	2024	
	State Tax Expenditur		(m)	(m)	(m)	
	(III) Denotes a value of less u					
<u>1.4.023</u>	USDA Disaster Reli	ef Payments Ever	motion			
1.1.045	Statute		(a)(11.2)			
	Year Enacted	2020	(u)(11.2)			
	Year Effective		vears beginning	on or after	January 1, 2019,	and
	1 cm Direcuite		n or before Dec	-	•	
	Data Source	U	ote for HB 105			
	Estimate Reliability	Class A	101 110 100	20 10 1001		
	Data Reliability	Class A Class A				
	Nata					

Note

Description: Income received as payments from a federal disaster relief or assistance

grant program administered by this state or its instrumentalities or the United States Department of Agriculture to address agricultural losses suffered due to Hurricane Michael, to the extent such income is included in federal adjusted gross income or federal taxable income, is exempt from state income tax.

	State Fiscal Years (\$ in Millions)				
	2022	2023	2024		
State Tax Expenditure	8	6	0		

(m) Denotes a value of less than \$1 million

Georgia individual income tax expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
		Certain military income of members of the National Guard
1.4.006	§48-7-27(a)(12)	and Reserves
1.4.011	§48-7-27(a)(12.2)	Exclusion of qualified insurance benefits for firefighters
		Individual retirement account, Keogh, SEP, and Sub-S plan
		withdrawals where tax has been paid to Georgia because of
		the difference between Georgia and Federal law for tax
1.4.012	§48-7-27	years 1981 through 1986
		Depreciation because of differences in Georgia and Federal
1.4.013	§48-7-27	law during tax years 1981 through 1986
		Income from any fund, program or system which is
1.4.014	§48-7-27(a)(4)(A)	exempted by federal law or treaty
		Certain income in which the Sub-S election is not
		recognized by Georgia or another state in order to avoid
1.4.015	§48-7-27(d)	double taxation
		Adjustment for certain teachers retired from the Teachers
1.4.016	§48-7-27(a)(9)	Retirement System of Georgia
		Amount of employer social security credit claimed by
1.4.017	§48-7-28.2	certain food and beverage establishments
1.4.018	§48-7-27	Adjustment of certain payments to minority subcontractors
		Adjustments to federal AGI for certain Georgia resident
1.4.019	§48-7-27	partners
1.4.020	§48-2-100	Exemption for certain disaster relief firms

1.5 Georgia Deductions

<u>1.5.001</u>	Standard Deduction				
	Statute	§48-7-27(a)(1)			
	Year Enacted	1971			
	Year Effective	1971			
	Data Source	DOR data for TY 2020			
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note	For distributional analysis see Table 8 in Appendix. The			
		allowable standard deduction amounts were increased			
		effective January 1, 2022.			
	Description: Taxpayers	who do not itemize expenses on their federal return are allowed			
	a standard	deduction of \$5,400 for single and head of household filers,			
	\$7,100 for married joint filers, and \$3,550 for married separate filers.				
	State Fiscal Years (\$ in Millions)				
		2022 2023 2024			
	State Tax Expenditure	1,000 1,010 1,019			
	(m) Denotes a value of less than \$1 m	illion			

Georgia individual income tax expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
		Deduction of qualified insurance premiums for former
1.5.002	§48-7-27	firefighters

1.6 Georgia Credits

<u>1.6.001</u>	Rural Physicia Statute Year Enacted Year Effective Data Source Estimate Reliab Data Reliability Note Description:	bility V	DOR data fo Class A Class A	or TY 2020		January 1, 19 rural counties.	
	Description.					e taxpayer's in	
			may be clain			, unpuyer s m	
		incentry and		State Fiscal		n Millions)	
				2022	2023	2024	
	State Tax Expe	nditure		1	1	1	
	(m) Denotes a value	of less than \$1 mill	lion				
<u>1.6.002</u>	Disabled perso	on's home pur		ofit credit			
	Statute		§48-7-29.1				
	Year Enacted		1998		C.	I 1 10	00
	Year Effective				on or after	January 1, 19	99
	Data Source Estimate Reliab		DOR data fo Class A	or 1 Y 2020			
	Data Reliability	•	Class A Class A				
	Note	Ý	Class A				
	Description:					e of a new sin retrofit of an e	
				State Fiscal		n Millions)	
				2022	2023	2024	
	State Tax Expe			(m)	(m)	(m)	
	(m) Denotes a value	of less than \$1 mill	lion				
1 (004							
<u>1.6.004</u>	Disaster Assis	stance Credit	818 7 20 1				
	Statute Voor Engeted		§48-7-29.4 2000				
	Year Enacted Year Effective			re beginning	on or after	January 1, 20	00
	Data Source					A disasters dat	
	Estimate Relia	oility	Class A	5 01 1 1 2020		i disasters dat	abase
	Data Reliability	•	Class A				
	Note	,					
	Description:	This credit i	s for individu	als receiving	disaster re	lief payments	from the
	•			-		n the Federal 1	
		Managemen	t Agency. Th	e credit amo	unt is the ac	ctual amount o	of the
		disaster relie	ef assistance of	or \$500, whic	chever is les	SS.	
				State Fiscal		n Millions)	
				2022	2023	2024	
	State Tax Expe			(m)	(m)	(m)	
	(m) Denotes a value	of less than \$1 mill	lion				

<u>1.6.005</u>	Qualified Care Statute Year Enacted Year Effective Data Source		§48-7-29.2 1998		on or after J	January 1, 1999
	Estimate Reliab Data Reliability Note	•	Class A Class A			
	Description:	family mem of the total a	ber. The value amount expen- he credit exce	e of the credi ded for quali ed \$150 or t	it is equal to fying caregi he taxpayer'	to the care of a qualifying no more than 10 percent ving expenses. In no is income tax liability,
					Years (\$ in	
	Ctota Tar Erra			2022	2023	2024
	State Tax Expe	nditure	lion	(m)	(m)	(m)
	(iii) Denotes a value	or less than \$1 mm	non			
1.6.006	Tax credit for	life insurance	e for Georgia	National Gua	ard and Air I	National Guard
	Statute		§48-7-29.9			
	Year Enacted		2005			
	Year Effective			rs beginning	on or after.	January 1, 2005
	Data Source		DOR data fo			, <u>2000</u>
	Estimate Reliab	oility	Class A			
	Data Reliability	•	Class A			
	Note	,	Clubb 11			
	Description:	This credit i	s available for	r active-dutv	members of	f the Georgia National
	F					nore than 90 consecutive
					•	ough the Services' Group
						Department of Veterans
						he premiums of the life
		insurance po		1		I
		1	2	State Fiscal	Years (\$ in	Millions)
				2022	2023	2024
	State Tax Expe	nditure		(m)	(m)	(m)
	(m) Denotes a value	of less than \$1 mill	lion			
1.6.007	Child and Der	oendent Care	Credit			
	Statute		§48-7-29.10			
	Year Enacted		2006			
	Year Effective			rs beginning	on or after	January 1, 2006
	Data Source		DOR data fo		on or unter s	Junuary 1, 2000
	Estimate Reliat	oility	Class A	n i i 2020		
	Data Reliability	•	Class A			
	Note	,		an Recovery	Plan Act ter	mporarily increased, for
	11010					credit that is the base for
			11 2021, 11			Teuri inat is the base for

this state credit.

Description: This credit is equal to 30 percent of the federal credit claimed for qualified expenses related to the care of children and dependents.

				State Figor	l Years (\$ in	Millions)	
				2022	2023	2024	
	State Tax Expe	nditure		129	47	48	
	(m) Denotes a value		lion				
<u>1.6.008</u>	Adoption of F	Soster Child C	<u>redit</u>				
	Statute		§48-7-29.15				
	Year Enacted		2008				
	Year Effective		Tax years be				
	Data Source		DOR data for 1943S (2021		and fiscal no	te for HB 114 LC 4	43
	Estimate Reliab	oility	Class A	/			
	Data Reliability	-	Class A				
	Note	,					
	Description:	This credit p	provides an ani	nual tax cre	dit for taxpa	yers adopting quali	ified
		foster childr	en. The value	of the credi	t is \$2,000 p	er child annually u	ntil the
						s occurring in taxal	
						doptions beginning	
						s increased to \$6,0	
		credits not u				ot be carried forwar	rd.
					l Years (\$ in	,	
		1.		2022	2023	2024	
	State Tax Expe		lion	9	10	10	
	(III) Denotes a value	or less than \$1 mm	lioli				
<u>1.6.009</u>	Low-Income	Credit					
1.0.007	Statute		§48-7A-3				
	Year Enacted		1991				
	Year Effective			s heginning	on or after	January 1, 1992	
	Data Source		DOR data for	U U	, on or unter .	fundury 1, 1992	
	Estimate Relia	oility	Class A	1112020			
	Data Reliability	•	Class A				
	Note	/					
	Description:	This credit p	provides a tax of	credit to lov	v-income ind	lividuals. The cred	it is
	-	based on the	e taxpayer's AC	GI. The may	kimum value	of the credit is \$20	6 per
		dependent. l	For tax years b	eginning or	n January 1,	2010, and after, the	e credit
		is nonrefund					
					l Years (\$ in		
	Clarks Trans Errors			2022	2023	2024	
	State Tax Expe (m) Denotes a value	of less than \$1 mil	lion	7	7	8	
	(iii) Denotes a value		non				
<u>1.6.010</u>	Credit for taxe	es naid to ano	ther state				
1.0.010	Statute		§48-7-28				
	Year Enacted		1931				
	Year Effective		1931				
	Data Source		DOR data for	r TY 2020			
	Estimate Reliat	oility	Class A				
	Data Reliability	•	Class A				
	Note	,					

	Description:	A resident i	ndividual wit	th income tax	ed by anoth	er state is allowe	d a credit
	•					equal to the amo	
	would be due if the income were taxed by Georgia.						
				State Fiscal	l Years (\$ in	n Millions)	
				2022	2023	2024	
	State Tax Exper			534	445	453	
	(m) Denotes a value of	of less than \$1 mil	llion				
<u>1.6.011</u>	Credit for Con	nmunity-Bas					
	Statute		§48-7-29.22	2			
	Year Enacted		2019				
	Year Effective		2019				
	Data Source		DOR data f 1215 (2019		and fiscal no	ote for HB 287 L	C 43
	Estimate Reliab	oility	Class A	/			
	Data Reliability		Class A				
	Note			or tax years b	eginning on	or after January	1 2019
	1000			•	• •	27 was replaced	
						s changed from	
						s to community-l	pased
			faculty prec		, F)	,	
	Description:	Tax credits	• •	•	based facul	ty preceptors that	.t
	-					, in the amount of	
						s and \$1,000 for	
						Tax credits for	
						nced practice re	gistered
						G.A.§43-34-21,	
						1 \$750 for their f	
		through tent	th preceptor 1	otations. This	s credit exp	res December 3	1, 2023.
		-		State Fiscal	l Years (\$ in	n Millions)	
				2022	2023	2024	
	State Tax Exper	nditure		2	2	2	
	(m) Denotes a value of		llion				
<u>1.6.012</u>	<u>Georgia Job T</u>	ax Credit					
	Statute		§48-7-40 ai	nd §48-7-40.1	[
	Year Enacted			989; §48-7-4			
	Year Effective		§48-7-40: '	Taxable years	s beginning	on or after Janua	ary 1,
			1990; §48-	7-40.1: Taxat	ole years be	ginning on or aft	er January
			1, 1994		-		-
	Data Source		DOR data f	for TY 2020 a	and Office of	f Insurance and	Safety
			Fire Comm	issioner			
	Estimate Reliab	oility	Class A				
	Data Reliability	7	Class A				
	Note		The same e	stimate is pro	ovided in the	e corporate incon	ne tax and
			insurance p	remium tax s	ections, see	2.6.001 and 5.00)200. In
			2018, the q	ualifying area	as were expa	anded to include	counties
			with militar	ry bases and i	ndustrial pa	rks that are own	ed and
				a governme			
	Description:	The credit p	rovides a sta	tewide job tax	x credit to a	ny business or	

Description: The credit provides a statewide job tax credit to any business or

headquarters engaged in manufacturing, warehousing and distribution, processing, telecommunications, broadcasting, tourism, or research and development. Retail establishments are only allowed the credit if located in one of the 40 least-developed counties of the state. Average wages must be greater than the average wage of the county in the state with the lowest average wage. To be eligible, employers must offer health insurance to all new employees. It also provides a tax credit for businesses enterprises designated as operating in less-developed areas. These include areas with ten or more contiguous census tracts with higher than 15 percent poverty and counties with both a military base and a government owned and operated industrial park.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
Income Tax Expenditure	105	92	90	
Corporate Income Tax Expenditure	165	143	141	
Insurance Premium Tax Expenditure	5	4	4	
State Tax Expenditure	275	239	236	

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

Data Source

Estimate Reliability

<u>1.6.013</u>	Quality Jobs Tax Credit					
	Statute	§48-7-40.17				
	Year Enacted	2009				
	Year Effective	Taxable yea	rs beginning	g on or after	January 1, 200)9
	Data Source	DOR data a	s of TY 2020	0		
	Estimate Reliability	Class A				
	Data Reliability	Class A				
	Note				w consideratio	
		-	-	· •	qualifying for	
					lowing taxpay	
	establish subsequent job creation periods for a qualified					
		- ·		-	ed in the corpo	orate
			section, see			
		s for employers creating new high-wage jobs or relocating				
					h-wage job ha	
	•		•		eorgia; and page	•
	above 110 p	ercent of the	U U		nty in which i	t is located.
				l Years (\$ in	,	
			2022	2023	2024	
	Income Tax Expenditure	1.	1	1	1	
	Corporate Income Tax Exper		96	97	99	
	Insurance Premium Tax Exp	enditure	0	0	0	
	State Tax Expenditure (m) Denotes a value of less than \$1 mill	lion Numbers may	98	99 rounding	100	
	(iii) Denotes a value of less than \$1 million	non. Numbers ma	y not sum due to	Tounding		
16014	New Facilities Jobs Credit					
<u>1.6.014</u>	Statute	§48-7-40.24	I			
	Year Enacted	2003	F			
	Year Effective		fications are	effective fo	r taxable years	beginning
		on or after J			i taxable years	, ocgnning
		on or unor J	urj 1, 2021			

NA

Fiscal note for HB 587 LC 43 2010S for 2021

Data Reliability	NA				
Note	The same estimate is provided in the corporate income tax				
	section, see 2.6.003.				
Description:	This provision provides for a credit of \$5,250 per year per qualified new job				
	for up to five years, subject to recapture based on job and payroll				
	maintenance requirements, and until July 1, 2021, limited to 4,500 such				
	new jobs for any one qualified project. For business enterprises that first				
	qualify in a taxable year beginning on or after January 1, 2009, the business				
	enterprise must meet the job creation requirement of 1,800 eligible new				
	full-time employees and either the qualified investment requirement of				
	\$450 million in qualified investment property, or the payroll requirement of				
	\$150 million in total annual Georgia W-2 reported payroll within the six-				
	year period, subject to extension under certain conditions.				
	State Fiscal Years (\$ in Millions)				
	2022 2023 2024				
State Tax Exper	Estimate combined with 1.6.012				

State Tax Expenditure (m) Denotes a value of less than \$1 million.

Year Enacted Year Effective

Data Source

<u>1.6.015</u>	New Manufac	turing Facilit	ies Property	<u>Credit</u>			
	Statute		§48-7-40.2	5			
	Year Enacted		2003				
	Year Effective		Latest mod	ifications are	effective fo	r taxable years	beginning
			on or after.	July 1, 2021			
	Data Source		Fiscal note	for HB 587 I	LC 43 2010S	5 for 2021	
	Estimate Reliab	oility	NA				
	Data Reliability	/	NA				
	Note		Utilization	of this credit	resulting fro	om known or a	nticipated
			projects is e	expected to b	e material, b	ut not within the	he time
			horizon of	this report; se	e fiscal note		
			The same e	stimate is pro	ovided in the	corporate inco	ome tax
			section, see			•	
	Description:	This is an in	centive for a	manufacture	er who has o	perated a manu	facturing
	-	facility in th	is state for a	t least 3 years	s and who sp	ends \$800 mil	lion on a
		new manufa	cturing facili	ity in this stat	te, subject to	a job requiren	nent of
		1,800 full-ti	me employee	es. The credit	t equal to 6 p	bercent of the c	ost of all
		qualified inv	vestment pro	perty purchas	sed or acquir	ed, up to \$50 r	nillion with
		respect to ar	ny one projec	t. For qualifi	ed high-imp	act aerospace of	lefense
		projects cert	tified on or a	fter July 1, 20	021, the max	imum credit fo	or any one
		project is in	creased to \$1	00 million an	nd the taxpa	yer may begin	claiming
		credits once	investment a	and job thresl	holds of \$50	0 million and 1	,000,
		respectively	, are reached				
					1 37 (0.	M:11: ana)	
				State Fisca	1 Years (\$ 11	(Millions)	
				State Fisca 2022	$\frac{1}{2023}$	2024	
	State Tax Expe	nditure			•	,	
	State Tax Expe (m) Denotes a value		lion.	2022	2023	2024	
			lion.	2022	2023	2024	
<u>1.6.016</u>	(m) Denotes a value	of less than \$1 mil	Tax Credit	<u>2022</u> 0	<u>2023</u> 0	<u>2024</u> 0	
<u>1.6.016</u>	(m) Denotes a value	of less than \$1 mil	Tax Credit	2022	<u>2023</u> 0	<u>2024</u> 0	

Taxable years beginning on or after January 1, 1994 DOR data as of TY 2020

1 6 0 1 5 Monufacturi na Facilitias D rty Cradit ът

Estimate Reliability	Class B
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax
	section, see 2.6.005.

Description: For tax years beginning on or after January 1, 2020, the taxpayer must invest a minimum of \$100,000 per project per location during the tax year to receive credit, up from a \$50,000 minimum in prior years. Eligible taxpayers must be in operation for the immediately preceding three years. Property lease for a period of five years or longer is eligible for the credit.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	13	14	15
Corporate Income Tax Expenditure	56	59	62
State Tax Expenditure	69	73	77

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

<u>1.6.017</u> **Optional Investment Tax Credit**

Statute§§48-7-40.7, 48-7-40.8, and 48-7-40.9Year Enacted1995Year EffectiveTaxable years beginning on or after January 1, 1996.Data SourceDOR data as of TY 2020Estimate ReliabilityClass AData ReliabilityClass ANoteThe same estimate is provided in the corporate income tax section, see 2.6.006.Description:An alternative investment tax credit is available for taxpayers based on their investments in manufacturing or telecommunications facilities or support facilities where these facilities have been operating for the three immediately preceding years. The credit is available for investments in excess of \$5 million and placed in service no earlier than January 1, 1996, for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.State Fiscal Years (\$ in Millions)202220232024Income Tax Expenditure111		<u>Optional investment Tax ereal</u>						
Year EffectiveTaxable years beginning on or after January 1, 1996.Data SourceDOR data as of TY 2020Estimate ReliabilityClass AData ReliabilityClass ANoteThe same estimate is provided in the corporate income tax section, see 2.6.006.Description:An alternative investment tax credit is available for taxpayers based on their investments in manufacturing or telecommunications facilities or support facilities where these facilities have been operating for the three immediately preceding years. The credit is available for investments in excess of \$5 million and placed in service no earlier than January 1, 1996, for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.State Fiscal Years (\$ in Millions)2022202320232024Income Tax Expenditure111	Statute		§§48-7-40.7, 48-7-4	0.8, and 48-7-4	40.9			
Data SourceDOR data as of TY 2020Estimate ReliabilityClass AData ReliabilityClass ANoteThe same estimate is provided in the corporate income tax section, see 2.6.006.Description:An alternative investment tax credit is available for taxpayers based on their investments in manufacturing or telecommunications facilities or support facilities where these facilities have been operating for the three immediately preceding years. The credit is available for investments in excess of \$5 million and placed in service no earlier than January 1, 1996, for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.State Fiscal Years (\$ in Millions) 2022202320232024Income Tax Expenditure11	Year Enacted		1995					
Estimate ReliabilityClass AData ReliabilityClass ANoteThe same estimate is provided in the corporate income tax section, see 2.6.006.Description:An alternative investment tax credit is available for taxpayers based on their investments in manufacturing or telecommunications facilities or support facilities where these facilities have been operating for the three immediately preceding years. The credit is available for investments in excess of \$5 million and placed in service no earlier than January 1, 1996, for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.Income Tax Exenditive111	Year Effective		Taxable years begin	ning on or afte	r January 1,	1996.		
Data ReliabilityClass ANoteThe same estimate is provided in the corporate income tax section, see 2.6.006.Description:An alternative investment tax credit is available for taxpayers based on their investments in manufacturing or telecommunications facilities or support facilities where these facilities have been operating for the three immediately preceding years. The credit is available for investments in excess of \$5 million and placed in service no earlier than January 1, 1996, for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.State Fiscal Years (\$ in Millions) 202220232024Income Tax Expenditure111	Data Source		DOR data as of TY	2020				
NoteThe same estimate is provided in the corporate income tax section, see 2.6.006. Description: An alternative investment tax credit is available for taxpayers based on their investments in manufacturing or telecommunications facilities or support facilities where these facilities have been operating for the three immediately preceding years. The credit is available for investments in excess of \$5 million and placed in service no earlier than January 1, 1996, for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.State Fiscal Years (\$ in Millions) 202220232024Income Tax Expenditure111	Estimate Relia	bility	Class A					
section, see 2.6.006.Description:An alternative investment tax credit is available for taxpayers based on their investments in manufacturing or telecommunications facilities or support facilities where these facilities have been operating for the three immediately preceding years. The credit is available for investments in excess of \$5 million and placed in service no earlier than January 1, 1996, for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.State Fiscal Years (\$ in Millions) 202220232024Income Tax Expenditure111	Data Reliability	У	Class A					
Description:An alternative investment tax credit is available for taxpayers based on their investments in manufacturing or telecommunications facilities or support facilities where these facilities have been operating for the three immediately preceding years. The credit is available for investments in excess of \$5 million and placed in service no earlier than January 1, 1996, for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.State Fiscal Years (\$ in Millions) 2022202320242024	Note		The same estimate is	s provided in th	he corporate	income tax		
Investments in manufacturing or telecommunications facilities or support facilities where these facilities have been operating for the three immediately preceding years. The credit is available for investments in excess of \$5 million and placed in service no earlier than January 1, 1996, for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.State Fiscal Years (\$ in Millions) 2022 20232024Income Tax Expenditure11			section, see 2.6.006.					
In the facilities where these facilities have been operating for the three immediately preceding years. The credit is available for investments in excess of \$5 million and placed in service no earlier than January 1, 1996, for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.State Fiscal Years (\$ in Millions)202220232024Income Tax Expenditure	Description:	An alternativ	ve investment tax crea	lit is available	for taxpayers	s based on their		
immediately preceding years. The credit is available for investments in excess of \$5 million and placed in service no earlier than January 1, 1996, for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.State Fiscal Years (\$ in Millions)202220232024Income Tax Expenditure1111		investments	in manufacturing or t	elecommunica	tions facilitie	es or support		
excess of \$5 million and placed in service no earlier than January 1, 1996, for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.State Fiscal Years (\$ in Millions) 202220232024Income Tax Expenditure1111		facilities wh	ere these facilities have	ve been operat	ing for the th	ree		
for tier 1 counties. The investment threshold is \$10 million for tier 2 counties and is \$20 million for tier 3 and 4 counties.State Fiscal Years (\$ in Millions)2022202220232024Income Tax Expenditure111	immediately p		preceding years. The	credit is avail	able for inve	stments in		
counties and is \$20 million for tier 3 and 4 counties.State Fiscal Years (\$ in Millions)202220232024Income Tax Expenditure111	excess of \$5 million and placed in service no earlier than January 1,			uary 1, 1996,				
State Fiscal Years (\$ in Millions)202220232024Income Tax Expenditure111		for tier 1 cou	unties. The investmen	t threshold is \$	510 million fo	or tier 2		
2022 2023 2024 Income Tax Expenditure 1 1 1		counties and	l is \$20 million for tie	r 3 and 4 coun	ties.			
Income Tax Expenditure 1 1 1			State F	iscal Years (\$	in Millions)			
*			2022	2023	2024	_		
Corporate Income Tax Expenditure 1 1 1	Income Tax Ex	penditure	1	1	1			
	Corporate Inco	me Tax Exper	nditure 1	1	1	_		

2

2

2

State Tax Expenditure (m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

<u>1.6.018</u>	Port Activity Tax Credit	
	Statute	§48-7-40.15
	Year Enacted	1998
	Year Effective	Latest modifications apply to taxable years beginning on or
		after January 1, 2010
	Data Source	DOR data as of TY 2020
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	Estimate combined with 1.6.019. The same estimate is provided in the corporate income tax section, see 2.6.007.

Description:	For taxable years beginning before January 1, 2010, businesses or the
	headquarters of any such businesses engaged in manufacturing,
	warehousing and distribution, processing, telecommunications,
	broadcasting, tourism, or research and development that have increased
	shipments out of Georgia ports during the previous 12-month period by
	more than 10 percent over their 1997 base year port traffic, or by more than
	10 percent over 75 net tons, five containers or 10 20-foot equivalent units
	(TEU's) during the previous 12-month period are qualified for increased
	job tax credits or investment tax credits. For taxable years beginning on or
	after January 1, 2010, the increase is based on a comparison of the previous
	12-month period to the second preceding 12-month period.
	State Fiscal Years (\$ in Millions)

	State Fiscal Teals (\$ III WIIIIOIIS		i winnons)
	2022	2023	2024
Income Tax Expenditure	(m)	(m)	(m)
Corporate Income Tax Expenditure	5	5	5
State Tax Expenditure	5	5	5

1.6.019	Alternate Por	t Activity Tax	x Credit
11010125	Statute	<u> </u>	§48-7-40.15A
	Year Enacted		2009
	Year Effective		2009
	Data Source		DOR data as of TY 2020
	Estimate Relia	bility	Class A
	Data Reliabilit	y	Class A
	Note		Estimate combined with 1.6.018. The same estimate is
			provided in the corporate income tax section, see 2.6.008.
	Description:	Credit is all	owed to any business enterprise located in a tier 2 or 3 county or
		in a less dev	veloped area and which qualifies and receives the Jobs Tax
		Credit and v	which:
		1. Consists	of a distribution facility of greater than 650,000 square feet in
		•	this state prior to December 31, 2008;
			es product to retail stores owned by the same legal entity or its
			as such distribution facility; and
			nimum of eight retail stores in this state in the first year of
		operations.	
			State Fiscal Years (\$ in Millions)
			2022 2023 2024
	State Tax Expe		Estimate combined with 1.6.018
	(m) Denotes a value	of less than \$1 mil	llion. Numbers may not sum due to rounding

<u>1.6.020</u>	Film Tax Credit	
	Statute	§48-7-40.26
	Year Enacted	2005
	Year Effective	Taxable years beginning on or after January 1, 2005
	Data Source	DOR data for TY 2020
	Estimate Reliability	Class B
	Data Reliability	Class A
	Note	The same estimate is provided in the corporate income tax section, see 2.6.009. Tax credit provisions applicable to qualified interactive entertainment production companies were

modified in 2015.

Description: Production companies which have at least \$500,000 of qualified expenditures in a state-certified production may claim this credit. Certification must be approved through the Georgia Department of Economic Development. There are special provisions relating to the tax credits awarded to interactive entertainment companies. Under the 2017 modifications to this statute, the 2019 sunset for the qualified interactive entertainment production company tax credit has been eliminated.

	State Fiscal Years (\$ in Millions		
	2022	2023	2024
Income Tax Expenditure	459	524	572
Corporate Income Tax Expenditure	299	341	372
State Tax Expenditure	758	864	944

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

1.6.021	Research Tax	Credit	
	Statute		§48-7-40.12
	Year Enacted		1997
	Year Effective		Taxable years beginning on or after January 1, 1998
	Data Source		DOR data as of TY 2020
	Estimate Reliab	oility	Class A
	Data Reliability	/	Class A
	Note		The same estimate is provided in the corporate income tax
			section, see 2.6.010.
	Description:	This credit i	s for expenses resulting from research conducted in Georgia by
		businesses e	engaged in manufacturing, warehousing and distribution,
		processing,	telecommunications, tourism, or research and development
		industries. A	A tax credit is allowed provided that the business enterprise for
		the same tax	cable year claims and is allowed a research credit under Section
		41 of the Int	ternal Revenue Code of 1986, as amended.
			State Fiscal Years (\$ in Millions)

	State Fiscal Years (\$ in Millions		
	2022	2023	2024
Income Tax Expenditure	18	21	22
Corporate Income Tax Expenditure	176	205	219
State Tax Expenditure	194	226	241

1.6.022	Seed-Capital	Fund Credit

Statute	
Year Enacted	2008
Year Effective	Applicable to investments made on or after July 1, 2008
Data Source	DOR data as of TY 2020
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax section, see 2.6.011.
Description: This provides a tax credit for certain qualified investments made on or July 1, 2008, in a research fund, the purpose of which is to provide ear stage financing for businesses formed as a result of research conducted Georgia's research universities.	

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	(m)	(m)	(m)
Corporate Income Tax Expenditure	(m)	(m)	(m)
State Tax Expenditure	(m)	(m)	(m)

1.6.023 Qualified Health Insurance Expense Credit

<u>Elipting</u>
§48-7-29.13
2008
Taxable years beginning on or after January 1, 2009
DOR data as of TY 2020
Class A
Class A
The same estimate is provided in the corporate income tax
section, see 2.6.012.

Description: Employers earn a tax credit based on the premiums paid for a highdeductible health plan. Employers must employ 50 or fewer persons for whom the employer provides high-deductible health plans as defined by Section 223 of the Internal Revenue Code and in which such employees are enrolled. The qualified health insurance must be made available to all employees and compensated individuals of the employer pursuant to the applicable provisions of Section 125 of the Internal Revenue Code. The qualified health insurance premium expense must equal at least \$250 annually.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	(m)	(m)	(m)
Corporate Income Tax Expenditure	(m)	(m)	(m)
State Tax Expenditure	(m)	(m)	(m)
(m) Denotes a value of loss than \$1 million Numbers	more not sum due to	noun din a	

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

1.6.026 Business Enterprise Vehicle Credit

Dusiness Lineiprise venier	
Statute	§48-7-40.22
Year Enacted	2001
Year Effective	Taxable years beginning on or after January 1, 2002.
Data Source	DOR data as of TY 2020
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax
	section, see 2.6.015.
Description: This is a creating the second	dit given to a business enterprise for the purchase of a motor

Description: This is a credit given to a business enterprise for the purchase of a motor vehicle that is used exclusively to provide transportation for its employees. To qualify, a business enterprise must certify that each vehicle carries an average daily ridership of not less than four employees for an entire taxable year.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	(m)	(m)	(m)
Corporate Income Tax Expenditure	(m)	(m)	(m)
State Tax Expenditure	(m)	(m)	(m)
	1		

1.6.027 Employer's credit for providing or sponsoring child care for employees, and employer's credit for purchasing child-care property

create for purchasing citi	<u>id-care property</u>
Statute	§48-7-40.6
Year Enacted	1994 & 1999
Year Effective	Credit for cost of operation: taxable years beginning on or
	after January 1, 1994. Credit for cost of qualified child-care
	property: taxable years beginning on or after January 1, 2000.
Data Source	DOR data as of TY 2020
Estimate Reliability	Class B
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax
	section, see 2.6.016.

Description: This credit is provided to employers based on their expenses related to providing or sponsoring child care for their employees' children and for the purchase of qualified child-care property.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	6	6	6
Corporate Income Tax Expenditure	11	11	12
State Tax Expenditure	17	17	18
		1.	

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

<u>1.6.028</u> Low-Income Housing Credit

Statute	§48-7-29.6
Year Enacted	2000
Year Effective	Taxable years beginning on or after January 1, 2001.
Data Source	DOR data as of TY 2020
Estimate Reliability	Class B
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax and
	insurance premium tax sections, see 2.6.017 and 5.00700.
Description: This is a	a credit against Georgia income taxes for taxpayers owning
develop	ments which receive the federal low-income housing tax credit and

developments which receive the federal low-income housing tax credit and that are placed in service on or after January 1, 2001.

	State Fisca	ll Years (\$ in	n Millions)
	2022	2023	2024
Income Tax Expenditure	163	164	170
Corporate Income Tax Expenditure	38	38	40
Insurance Premium Tax Expenditure	179	215	238
State Tax Expenditure	380	417	434

<u>1.6.029</u>	Historic Reha	abilitation Cre	dit	
	Statute		§48-7-29.8	
	Year Enacted		2002	
	Year Effective		Taxable years beginning on or after January 1, 2004	
	Data Source		DOR data as of TY 2020 and Fiscal Note for HB 469 LC 43	
			2035S (2021)	
	Estimate Relia	bility	Class B	
	Data Reliabilit	У	Class B	
	Note		The same estimate is provided in the corporate income tax	
			section, see 2.6.018. This provision expires December 31,	
			2022.	
	Description:	A credit is p	provided based on expenses related to the certified rehabilitation	
		of a certifie	d structure or historic home. Standards set by the Georgia	
		Department	of Natural Resources must be met. A \$25 million per calendar	
			ate cap applies to projects earning more than \$300,000 in	
		credits. The	credit was modified in 2015 to allow unused credits to be	
		assigned or sold to other taxpayers. Further modifications in 2021 applied a		
		\$5 million per calendar year cap on smaller projects and added a sunset date		
		for the cred	it of December 31, 2022.	
			State Fiscal Years (\$ in Millions)	

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
Income Tax Expenditure	28	15	15	
Corporate Income Tax Expenditure	10	5	5	
State Tax Expenditure	38	20	21	

<u>1.6.031</u> Low/Zero-Emission Vehicle Charger Credit

	<u>le charger creat</u>			
Statute	§48-7-40.16			
Year Enacted	1998			
Year Effective	Taxable years beginning on or after January 1, 1998			
Data Source	DOR data as of TY 2020			
Estimate Reliability	Class A			
Data Reliability	Class A			
Note	The same estimate is provided in the corporate income tax			
	section, see 2.6.020.			
Description: This credit a	applies to the purchase or lease of an electric vehicle charger			
and to the c	and to the conversion of a standard vehicle to a low- or zero-emission			
vehicle. The	e credit for the purchase or lease of a new low- or zero-emission			

vehicle. The credit for the purchase or lease of a new low- or zero-emission vehicle was eliminated effective July 1, 2015.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	(m)	(m)	(m)
Corporate Income Tax Expenditure	(m)	(m)	(m)
State Tax Expenditure	(m)	(m)	(m)

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

1.6.032	Land Conservation Credit

_

Statute	§48-7-29.12
Year Enacted	2006
Year Effective	Taxable years beginning on or after January 1, 2006

Data Source Estimate Reliability	DOR data Class B	as of TY 202	0		
Data Reliability	Class A				
Note	The same	estimate is pro	ovided in th	e corporate i	ncome tax
	section, se	e 2.6.021.		-	
property O.C.G.A value of		as conservations credit was m d under this pr	n land pursu odified in 20 rovision can	ant to Chapt 015 such tha not exceed §	ter 22 of t the aggregate \$30 million per
		State Fisca	l Years (\$ in	n Millions)	
		2022	2023	2024	
Income Tax Expenditure		3	3	3	
Corporate Income Tax E	xpenditure	(m)	(m)	(m)	
Corporate Income Tax E	xpenditure	(m)	(m)	(m)	

3

3 State Tax Expenditure 3

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

<u>1.6.035</u> Employer's Credit for Approved Employee Retraining

Statute	rean for Appro	§48-7-40.5	yee Retrainin	<u>15</u>			
Year Enacted		1994					
Year Effective			fightions are	offoctive fo	r toxoblo vo	ara haginning	
Teal Effective					or taxable yes	ars beginning	
			anuary 1, 20				
Data Source			s of TY 202	0			
Estimate Reliab	oility	Class A					
Data Reliability	ý	Class A					
Note		The same es	stimate is pro	ovided in the	e corporate i	ncome tax	
		section, see	2.6.024.		-		
Description:	The tax credi	t reimburses	employers	for the cost o	of providing	retraining	
L. L.	services to th					-	
	shall not incl	· ·		•	•		
		•	U		-		
		es for word processing, database management, presentations,					
	•	readsheets, e-mail, personal information management, or computer					
		erating systems except a retraining tax credit shall be allowable for those					
	providing su	pport or trair	ning on such	software.			
			State Fisca	l Years (\$ ir	n Millions)		
			2022	2023	2024		
Income Tax Ex	Income Tax Expenditure		20	21	21		
Corporate Inco	•	diture	38	39	40		
State Tax Expe	nditure		58	59	61		
() -							

1.6.036	Qualified Education Expense Credit	

Statute	§48-7-29.16
Year Enacted	2008
Year Effective	Taxable years beginning on or after January 1, 2008
Data Source	DOR data as of TY 2020
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax

section, see 2.6.025.

Description: This provides a tax credit for donations made by taxpayers to a student scholarship organization which are used for tuition and fees for a qualified school or program. Annual cap increased to \$100 million effective January1, 2019.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	68	71	77
Corporate Income Tax Expenditure	24	25	27
State Tax Expenditure	92	96	105

1.6.037	Qualified Inv	estor Tax Cre	edit					
	Statute		§48-7-40.30					
	Year Enacted		2010					
	Year Effective		2011; legisla	tion modifi	ied in 2013 a	nd 2015		
	Data Source		DOR data fo	r TY 2020				
	Estimate Relia	bility	Class A					
	Data Reliabilit	У	Class A					
	Note							
	Description:		provides a 35 p					
		U	adquartered sm					
			available for q			•		
			ts may be taken in the second year following the investment					
	year and carried forward up to three years. The aggregate value of credits							
	awarded under this provision cannot exceed \$5 million per year. No new					r. No new		
		credits can	be approved af	ter 2020.				
				State Fisca	al Years (\$ in	Millions)		
				2022	2023	2024		
	State Tax Expe	enditure		(m)	(m)	(m)		
	(m) Denotes a value	of less than \$1 mi	llion					
1 6 0 2 8	Enorgy offici	ont or water a	ficiant aquinr	nant aradit				
<u>1.6.038</u>	Statute	ent of water-e	efficient equipr §48-7-40.29	<u>nem creun</u>				

Statute		§48-7-40.29
Year Enacted		2010
Year Effective		January 1 of the year following the year in which federal funds for this program are made available and received by the state
Data Source		DOR data as of TY 2020
Estimate Reliab	oility	Class A
Data Reliability	7	Class A
Note		The same estimate is provided in the corporate income tax section, see 2.6.027.
Description:	water conser of the cost of credit is only	dit applies to taxpayers who purchase energy-efficient and rvation equipment. The value of the credit is equal to 25 percent f the qualified equipment or \$2,500, whichever is less. The y available for those tax years in which federal funds are made the state for this purpose. Given no federal funding, the state ct is zero.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	0	0	0
Corporate Income Tax Expenditure	0	0	0
State Tax Expenditure	0	0	0

<u>1.6.041</u> Tax credit for existing business enterprises undergoing qualified business expansion

Statute	§48-7-40.21
Year Enacted	2001
Year Effective	Latest modifications are applicable to tax years beginning on
	or after January 1, 2008
Data Source	DOR data as of TY 2020
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax
	section, see 2.6.030.
Decomintion. This and it	applies to businesses that areats at least 500 new full time ich

Description: This credit applies to businesses that create at least 500 new full-time jobs within a taxable year. ¢

	State Fisca	l Years (\$ ii	n Millions)
	2022	2023	2024
ate Tax Expenditure	Estimate c	ombined wi	th 1.6.013

Sta (m) Denotes a value of less than \$1 million.

<u>1.6.043</u>	Bank Tax Cre	<u>edit</u>	
	Statute		§48-7-29.7
	Year Enacted		2000
	Year Effective		2001
	Data Source		DOR data as of TY 2020 and IBISWorld industry forecasts
	Estimate Relia	bility	Class B
	Data Reliabilit	У	Class A
	Note		The same estimate is provided in the corporate income tax
			section, see 2.6.032.
	Description:	Depository	financial institutions are allowed a credit against their state
		income tax	liability equal to the sum of the amount of their business license
		taxes paid to	o local governments and any special state occupation taxes paid
		to the state.	

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	4	4	4
Corporate Income Tax Expenditure	61	59	60
State Tax Expenditure	65	63	63

1.6.044 Employer tax credit for hiring qualified parolees

Statute	\$48-7-40.31
Year Enacted	2016
Year Effective	2016
Data Source	DOR data as of TY 2020
Estimate Reliability	Class A

Data Reliabilit Note	The sam section,	ne estimate is prosee 2.6.033. Th ; remaining carry	is credit exp	ired for new	hires January
Description:	For new hires made of 2020, an employer the least 40 weeks during credit in the amount of the amount	at employs a quag a 12-month per of \$2,500 per ye	alified parol riod shall be	ee in a full-t eligible for qualified par	ime job for at an income tax
Income Tax Ex	xpenditure	(m)	(m)	(m)	
Corporate Inco	ome Tax Expenditure	(m)	(m)	(m)	
State Tax Expe	enditure	(m)	(m)	(m)	

State Tax Expenditure(m)(m)(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

Income Tax Credit for Contributions to Rural Health Care Organizations <u>1.6.045</u>

Statute		§48-7-29.20	-		
Year Enacted		2016			
Year Effective		2017			
Data Source		DOR data for 2021			
Estimate Relia	bility	Class A			
Data Reliabilit	у	Class A			
Note		This statute was more	lified in 2017	and 2018 to i	ncrease
		taxpayer limitations	and the credit	rate, modify	the aggregate
		state cap, and extend	the expiration	n. This statute	e was modified
		again in 2019 to exte	and the expirat	tion. The sam	e estimate is
		provided in the corpo	orate income t	ax section, se	e 2.6.034.
Description:	An individu	al taxpayer shall be al	lowed an inco	me tax credit	equal to a
	maximum o	f \$5,000 for an individ	lual filing a si	ngle return or	: \$10,000 for
	joint returns	. A corporation or oth	er entity shall	be allowed a	n income tax
	credit equal	to a maximum of 75 p	percent of the	corporation's	income tax
	liability. Th	e aggregate amount of	credits canno	t exceed \$60	million in any
	year. The pr	ovision expires Decer	nber 31, 2024		
		State F	iscal Years (\$	in Millions)	
		2022	2023	2024	<u>.</u>
Income Tax Ex	spenditure	54	54	54	
C T	— —	12.	-	-	

	2022	2023	2024
Income Tax Expenditure	54	54	54
Corporate Income Tax Expenditure	6	6	6
State Tax Expenditure	60	60	60

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

<u>1.6.046</u> Revitalization Zone Tax Credit

Statute	§48-7-40.32
Year Enacted	2017
Year Effective	Taxable years beginning on or after January 1, 2018.
Data Source	DOR data as of TY 2020
Estimate Reliability	Class B
Data Reliability	Class A
Note	The same estimate is provided in the corporate income tax section, see 2.6.035.

Description:	An income tax credit to promote the revitalization of vacant rural Georgia
	downtowns. The statute includes three credits. The first allows certified
	entities to claim an annual tax credit for five consecutive years of \$2,000
	per qualified employee but not to exceed \$40,000 per taxable year for any
	taxpayer. The second provides for a credit equal to 25 percent of the
	purchase price of qualified property up to an amount equal to \$125,000 per
	project. The third provides for a tax credit of 30 percent of qualified
	rehabilitation expenses but not to exceed \$150,000 per project.
	State Fiscal Years (\$ in Millions)

	State Fiscal Teals (\$ III Millions)		
	2022	2023	2024
State Tax Expenditure	(m)	(m)	1
(m) Denotes a value of less than \$1 million			

<u>1.6.047</u>	Georgia Music	cal Investmen	t Tax Credit					
	Statute		§48-7-40.33					
	Year Enacted		2017					
	Year Effective	Year Effective Taxable years beginning on or after January 1,				January 1, 2018.		
	Data Source		DOR data as of					
	Estimate Reliab	oility	Class A					
	Data Reliability		Class A					
	Note		The same estimate is provided in the corporate income tax section, see 2.6.036.					
	Description:	This income	tax credit is equa	al to 15 per	rcent of qu	alified production		
	-		es of a musical or theatrical performance, or a recorded musical					
		performance	nance incorporated into or synchronized with a movie, television, or					
		interactive e	ntertainment prod	duction. A	n additiona	al credit equal to 5 percent		
		may be allow	wed for certain ex	penditures	s in tier 1 o	or tier 2 counties. This		
		credit is repealed effective January 1, 2023.						
	State Fiscal Years (\$ in Millions)					Millions)		
					2023	2024		
	State Tax Expenditure (m)				(m)	(m)		
	(m) Denotes a value of less than \$1 million.6.048 Public Education Innovation Fund Tax Credit							
1.6.048								
	Statute		§48-7-29.21					
	Year Enacted		2017					
	Year Effective			eginning o	on or after.	January 1, 2018.		
	Data Source					Note for HB 237 LC 33		
			7049S (2017)					
	Estimate Reliab	oility	Class C					
	Data Reliability	7	Class A					
	Note		The same estimation	ate is prov	ided in the	corporate income		
			section, see 2.6.			*		
	Description: This income tax credit is equal to contributions to a qualified					a qualified Public		
	-	Education Ir	novation fund. T	The value of	of the credi	t varies by personal		
		income filin	g type from \$1,00	00 to \$10,0	000. Corpo	orate filers are allowed a		
		credit equal	to 75 percent of t	heir curren	nt income	tax liability. The		
		00 0			•	ay not exceed \$5 million.		
		This credit e	expires December	: 31, 2023.				

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
Income Tax Expenditure	(m)	(m)	(m)	
Corporate Income Tax Expenditure	(m)	(m)	(m)	
State Tax Expenditure	(m)	(m)	(m)	
	. 1.	1'		

1.6.049 Agribusiness Tax Credit

<u>rightousiness rux cicuit</u>	
Statute	§33-1-25
Year Enacted	2017
Year Effective	Taxable years beginning on or after January 1, 2018.
Data Source	DOR data as of TY 2020 and Office of Insurance and Safety
	Fire Commissioner
Estimate Reliability	Class B
Data Reliability	Class B
Note	The same estimate is provided in the corporate income tax and
	insurance premium tax sections, see 2.6.038 and 5.00900.

Description: This income tax credit establishes qualified low-income community rural investment funds and tax credits. The credit amount is 15 percent of the eligible investment per year beginning in the third year after the investment is made and continuing through the sixth year, for a total credit equal to 60 percent of the eligible investment. The credit is nonrefundable and may not be sold but may be carried forward indefinitely. The amount of credits available is subject to a cumulative cap of \$100 million.

	State Fiscal Years (\$ in Million		
	2022	2023	2024
Income Tax Expenditure	3	4	3
Corporate Income Tax Expenditure	1	1	1
Insurance Premium Tax Expenditure	7	9	7
State Tax Expenditure	12	15	11

(m) Denotes a value of less than \$1 million

1.6.050 Railroad Track Maintenance Tax Credit

Rumoud much	k Maintenane	
Statute		§48-7-40.34
Year Enacted		2018
Year Effective		2019
Data Source		Fiscal Note for LC 39 2856 (2021)
Estimate Reliab	oility	Class C
Data Reliability	7	Class B
Note		The same estimate is provided in the corporate income tax
		section, see 2.6.039.
Description:	This income	tax credit is based on maintenance expenditures related to

Description: This income tax credit is based on maintenance expenditures related to railroad track owned or leased by Class III railroads. The credit equals 50 percent of railroad track maintenance expenditures, subject to a maximum credit of \$3,500 per track mile per year. In addition to Class III railroads, persons transporting property using a Class III railroad's facilities or persons furnishing railroad-related property or services to a Class III railroad are eligible for the credit with respect to maintenance of their assigned track miles. This credit expires December 31, 2026.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	7	7	7	

(m) Denotes a value of less than \$1 million

Reforestation credit for losses incurred on commercial timberland due to hurricane						
Statute	Ę	§48-7-40.36				
Year Enacted		2018				
Year Effective		2018				
Data Source	I	DOR data as o	f Dec 2022	2		
Estimate Relia	bility (Class A				
Data Reliabilit	y (Class A				
Note	r -	The same estin	nate is pro	vided in the	e corporate i	ncome tax
	S	section, see sec	ction 2.6.04	40.		
Description:			•			
	•					U U
		•				
	· ·		•		^	
	· ·	· •				
\$400 per acre. Taxpayers must seek preapproval for the credit on or before						
			-	-		
	•	· ·	•	•		
				•		
		S			,	
			2022	2023	2024	
			16	10	6	
- ·	A	diture		6	4	
			27		10	
	Statute Year Enacted Year Effective Data Source Estimate Relia Data Reliabilit Note Description: Income Tax Ex Corporate Inco State Tax Expo	StatuteYear EnactedYear EffectiveData SourceEstimate ReliabilityData ReliabilityNoteDescription:Provides for a due to damag replanting rec equal to 100 p taxpayer's fea \$400 per acre December 31 year in which hurricane. All can be sold on nonrefundable amount of creeIncome Tax Expenditure Corporate Income Tax ExpenditureState Tax Expenditure	Statute§48-7-40.36Year Enacted2018Year Effective2018Data SourceDOR data as oEstimate ReliabilityClass AData ReliabilityClass ANoteThe same estim section, see secDescription:Provides for a credit for case due to damage attributed to 1 replanting requirements as d equal to 100 percent of the c taxpayer's federal return, pro- \$400 per acre. Taxpayers mi December 31, 2019. Taxpay year in which the taxpayer re hurricane. All tax credits mi can be sold once prior to Jar nonrefundable but can be ca amount of credits preapprovIncome Tax ExpenditureSIncome Tax ExpenditureS	Statute§48-7-40.36Year Enacted2018Year Effective2018Data SourceDOR data as of Dec 2022Estimate ReliabilityClass AData ReliabilityClass ANoteThe same estimate is prosection, see section 2.6.0Description:Provides for a credit for casualty lossed ue to damage attributed to Hurricane replanting requirements as described be equal to 100 percent of the casualty lost taxpayer's federal return, provided tha\$400 per acre.Taxpayers must seek prDecember 31, 2019.Taxpayers are eligy year in which the taxpayer replants 90 hurricane. All tax credits must be claim can be sold once prior to January 1, 20 nonrefundable but can be carried forwa amount of credits preapproved may no State Fiscal2022Income Tax Expenditure16Corporate Income Tax Expenditure11State Tax Expenditure27	Statute§48-7-40.36Year Enacted2018Year Effective2018Data SourceDOR data as of Dec 2022Estimate ReliabilityClass AData ReliabilityClass ANoteThe same estimate is provided in the section, see section 2.6.040.Description:Provides for a credit for casualty losses incurred of due to damage attributed to Hurricane Michael in replanting requirements as described below. The equal to 100 percent of the casualty loss deduction taxpayer's federal return, provided that the credit \$400 per acre. Taxpayers must seek preapproval to December 31, 2019. Taxpayers are eligible to clar year in which the taxpayer replants 90 percent of hurricane. All tax credits must be claimed by Deccan be sold once prior to January 1, 2024. Credits nonrefundable but can be carried forward for up to amount of credits preapproved may not exceed \$2State Fiscal Years (\$ in 2022 2023Income Tax Expenditure1610Corporate Income Tax Expenditure	Statute§48-7-40.36Year Enacted2018Year Effective2018Data SourceDOR data as of Dec 2022Estimate ReliabilityClass AData ReliabilityClass ANoteThe same estimate is provided in the corporate is section, see section 2.6.040.Description:Provides for a credit for casualty losses incurred on commerce due to damage attributed to Hurricane Michael in the fall of 2 replanting requirements as described below. The amount of the equal to 100 percent of the casualty loss deduction reported o taxpayer's federal return, provided that the credit amount doe \$400 per acre. Taxpayers must seek preapproval for the credit pecember 31, 2019. Taxpayers are eligible to claim the credit year in which the taxpayer replants 90 percent of the timber le hurricane. All tax credits must be claimed by December 31, 2 can be sold once prior to January 1, 2024. Credits claimed are nonrefundable but can be carried forward for up to 10 years. Tamount of credits preapproved may not exceed \$200 million. State Fiscal Years (\$ in Millions) 2022202220232024Income Tax Expenditure16106Corporate Income Tax Expenditure1164State Tax Expenditure271610

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

1.6.052Qualified Post-Production Expenditures CreditsStatute\$48-7-40.26A

Statute		§48-7-40.26A
Year Enacted		2017
Year Effective		2018
Data Source		DOR data as of TY 2020
Estimate Reliab	oility	Class A
Data Reliability	y	Class A
Note		The same estimate is provided in the corporate income tax
		section, see section 2.6.041.
Description:	Postproducti	ion companies with at least \$500,000 in qualified
	postproducti	on expenditures per year will be eligible for a credit equal to 20
	percent of th	e qualified postproduction expenditures. An additional 10
	percent cred	it is allowed if the qualified production expenditures were
	incurred in t	he state. An additional 5 percent credit is allowed if the
		oduction expenditures were incurred in a tier 1 or tier 2 county.
	1 1	f credits awarded is limited to a maximum of \$10 million for
		h 2022. If in any year the aggregate amount of credits allowable

is not awarded, the remaining credits will be rolled in the allowable credits for the following year. Postproduction companies with expenditures between \$100,000 and \$500,000 per year are eligible for a separate credit equal to 20 percent of the qualified postproduction expenditures. Aggregate annual claims on this credit are limited to \$1 million. The \$1 million small company credit limit does not count against the credit limit for the large company credit discussed above. No credits shall be earned in years after 2022.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	7	6	5
Corporate Income Tax Expenditure	1	1	1
State Tax Expenditure	8	7	6

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

<u>1.6.053</u>	Personal protective equipment manufacturer job tax credit						
	Statute		§48-7-40.1	A			
	Year Enacted		2020				
	Year Effective		Taxable ye	ars beginning	g on or after	January 1, 2	020
	Data Source		DOR data a	as of TY 202	1		
	Estimate Relia	bility	Class A				
	Data Reliabilit	у	Class A				
	Note	The same estimate is provided in the corporate income tax section, see section 2.6.042.					
	Description:	Personal pro	otective equip	pment manuf	acturers that	qualify for t	he Georgia
		job tax cred	it (see 1.6.01	2/2.6.001/5.0	00200) may	earn \$1,250	per for each
		qualifying n	new job in ad	dition to the a	amounts ear	ned under the	e existing job
		credit. No c	redits shall b	e earned for j	jobs created	after 2024.	
				State Fisca	l Years (\$ in	n Millions)	
				2022	2023	2024	
	State Tax Expe	enditure		(m)	(m)	(m)	

<u>1.6.054</u>	Medical equipment, medical supplies, pharmaceuticals, and medicine manufacturers job					
	tax credit					
	Statute		§48-7-40.1B			
	Year Enacted		2021			
	Year Effective		Taxable years beginning on or after January 1, 2021			
	Data Source		Fiscal Note for HB 587 LC 43 2010S (2021) and DOR data			
			for TY 2021			
	Estimate Reliab	oility	Class A			
	Data Reliability	y	Class B			
	Note		The same estimate is provided in the corporate income tax			
			section, see section 2.6.043.			
	Description:	Medical equ	ipment and supply manufacturers, and pharmaceutical and			
	_	medicine ma	anufacturers that qualify for the Georgia job tax credit (see			
		1.6.012/2.6.	001/5.00200) may earn \$1,250 per for each qualifying new job			
		in addition t	o the amounts earned under the existing job credit.			
			•••			

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	0	(m)	(m)
Corporate Income Tax Expenditure	0	3	3
State Tax Expenditure	0	4	3

<u>1.6.055</u> <u>Teacher Recruitment and Retention Credit</u>

Statute	§48-7-29.23 and §20-2-251
Year Enacted	2021
Year Effective	Taxable years beginning on or after January 1, 2022
Data Source	Fiscal note for HB 32 LC 43 2019S (2021)
Estimate Reliability	Class A
Data Reliability	Class A
Note	
Description: This credit	is for teachers who agree to teach in certain rural schools or
	for the second

certain low-performing schools in high-need subject areas. The credit amount equals \$3,000 per year for up to five consecutive years for teachers who remain employed in qualifying schools. No new applications for the program shall be accepted after December 31, 2026.

	State Fisca	l Years (\$ in	n Millions)
	2022	2023	2024
State Tax Expenditure	0	(m)	1

(m) Denotes a value of less than \$1 million.

<u>1.6.056</u> Qualified Foster Child Donation Credit

Qualified Poster Child Donation Credit		
Statute		§48-7-29.24
Year Enacted		2022
Year Effective		Taxable years beginning on or after January 1, 2023
Data Source		Fiscal note for SB 370 43 2189 (2022)
Estimate Reliab	oility	Class A
Data Reliability	,	Class A
Note		The same estimate is provided in the corporate income tax
		section, see section 2.6.044.
Description:	This credit is	s equal to 100 percent of qualified donations paid by the
-	taxpayer to a	approved foster child support organizations. The Georgia
	Department	of Humans Services qualifies organizations for purposes of the
	program. Cr	edits are nonrefundable, but any unutilized credits can be
	carried forw	ard for up to five years. The aggregate amount of credits
	allowed per	year is subject to a statewide cap of \$20 million, enforced
	-	nnual credit preapproval process.
	2	State Fiscal Years (\$ in Millions)

	State Fiscal Tears (\$ III Millions)		
	2022	2023	2024
State Tax Expenditure	0	0	14

(m) Denotes a value of less than \$1 million.

<u>1.6.057</u>	Qualified Law Enforcement Donation Credit				
	Statute	§48-7-29.25			
	Year Enacted	2022			
	Year Effective	Taxable years beginning on or after January 1, 2023			
Data Source	Fiscal not	e for SB361 L	C 43 2159 (2022)	
---------------------	---------------------------	-----------------	-----------------	----------------	-----------------
Estimate Reliab	oility Class A				
Data Reliability	Class A				
Note	The same	estimate is pro	ovided in the	e corporate in	ncome tax
	section, se	e section 2.6.0	045.	-	
Description:	This credit is equal to 1	00 percent of	qualified do	nations paid	by the
-	taxpayer to qualified la	w enforcemen	foundation	s. The credit	ts are
	nonrefundable, but any	unutilized cre	dits can be o	carried forwa	ard for up to
	five years. The aggrega	te amount of c	credits allow	ved per year i	is subject to a
	statewide cap of \$75 m	illion, enforce	d through ar	n annual cred	lit preapproval
	process.		U		
	•	State Fisca	ll Years (\$ in	n Millions)	
		2022	2023	2024	
State Tax Expe	nditure	0	0	51	

State Tax Expenditure (m) Denotes a value of less than \$1 million.

2. Corporate Income Tax

The corporate income tax was first levied in Georgia in 1929. While originally levied at a rate equal to one-third of the federal corporate tax rate, the rate was changed to 4 percent in 1931. The tax has gone through several rate changes since its introduction, including in 1949 when it was temporarily increased to 7.5 percent. The rate was 6 percent from 1969 through 2018 but was reduced to 5.75 percent effective for tax years beginning on or after January 1, 2019. The Georgia corporate income tax is a flat rate tax, with a single rate applying to all Georgia taxable income of the corporation.

The starting point for the construction of the tax base is federal taxable income of a corporation. Several adjustments are made in order to determine Georgia business income. For example, although corporations are allowed certain special depreciation deductions at the federal level, some of these deductions are not allowed at the state level. Firms taking these deductions on their federal return must add these deductions back to their tax base when determining their state taxable income. In addition, firms operating in multiple states must apportion their corporate income to each of the states in which they have a legal obligation to pay the tax. Since 2008, firms with multistate income determine the portion of their total income associated with Georgia by computing their total Georgia receipts relative to their total receipts. Prior to 2008, Georgia firms were required to use a three-factor apportionment formula.

It is important to keep in mind that tax expenditure estimates may differ from revenue estimates presented in fiscal notes. Estimates included in fiscal notes incorporate behavioral effects that are not considered when estimating tax expenditure provisions. The purpose of a tax expenditure estimate is to convey the cost that would be necessary if the item were offered as a direct budgetary expenditure instead of a reduction in the tax liability. A second caveat concerns the estimates associated with the state corporate credit provisions. Forecasting the value of the revenue loss stemming from the use of these credits. Because of past credit carry forwards, firms may claim credits on current or future year tax returns that were created in prior years. In some cases, the credit may have expired such that taxpayers are no longer able to create new credits, but the revenue loss to the state continues for several years until all carryforward liabilities have been exhausted. Therefore, the estimates provided in this report should be interpreted as the expected revenue loss stemming from the use of currently created or previously created credits and not an estimate of the value of credits created in a given year.

The tax is administered by the Georgia DOR. Corporate tax collections for FY 2021 were \$1.7 billion or 6.2 percent of total state tax revenues. Approximately 337 thousand corporate returns were processed in CY 2021. All revenue collected from this tax is deposited into the State General Fund.

2.1 Federal Corporate Exclusions

<u>2.1.001</u>		emption from imputed interview		1 107 4(A)		
	Federal Statute				Cl 1 1	
	Description:	Debt instruments for am		•	v	. 1.
		maximum, given in exch			ay not have impl	ited to
		them an interest rate great			X (*11)	
				ll Years (\$ ir	,	
	~		2022	2023	2024	
	State Tax Expe		(m)	(m)	(m)	
	(m) Denotes a value	of less than \$1 million				
2.1.002	Exclusion of i	nterest on state and local	government p	orivate activi	<u>ty bonds</u>	
	Federal Statute	IRC Section 103,141	,142 and 146			
	Description:	Interest earned on qualif	ied private ac	ctivity bonds	is tax exempt.	
			State Fisca	l Years (\$ ir	Millions)	
			2022	2023	2024	
	State Tax Expe	nditure	1	1	(m)	
	(m) Denotes a value	of less than \$1 million			<u> </u>	
2.1.004	Exclusion of e	earnings of certain enviror	mental settle	ement funds		
2.1.001	Federal Statute		intental settle	<u>intent runus</u>		
	Description:	Under certain conditions	environmen	tal settlemer	t funds are evem	nt from
	Description.	tax.	, environmen	tai settiemer	it funds are exem	priiom
		tax.	State Fisca	ll Years (\$ ir	Millions)	
			2022	2023	2024	
	State Tax Expe	nditure	$\frac{2022}{(m)}$	$\frac{2023}{(m)}$	$\frac{2024}{(m)}$	
	State Tax Expe		2022 (m)	2023 (m)	<u>2024</u> (m)	
		nditure of less than \$1 million				
2 1 005	(m) Denotes a value	of less than \$1 million	(m)	(m)		
<u>2.1.005</u>	(m) Denotes a value Exclusion of c	of less than \$1 million certain agricultural cost-sh	(m)	(m)		
<u>2.1.005</u>	(m) Denotes a value Exclusion of c Federal Statute	of less than \$1 million certain agricultural cost-sh IRC Section 126	(m) aring payment	(m) <u>nts</u>	(m)	s or
<u>2.1.005</u>	(m) Denotes a value Exclusion of c	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp	(m) naring payment pose of conse	(m) <u>nts</u> erving soil ar	(m)	
<u>2.1.005</u>	(m) Denotes a value Exclusion of c Federal Statute	of less than \$1 million certain agricultural cost-sh IRC Section 126	(m) naring payment pose of conse ent are exclude	(m) nts rving soil ar ded from the	(m) nd water resource recipient's gross	
<u>2.1.005</u>	(m) Denotes a value Exclusion of c Federal Statute	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp	(m) haring payment pose of conse ent are exclud State Fisca	(m) nts erving soil ar ded from the al Years (\$ ir	(m) ad water resource recipient's gross a Millions)	
<u>2.1.005</u>	(m) Denotes a value <u>Exclusion of c</u> Federal Statute Description:	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp protecting the environme	(m) haring payment pose of conse ent are exclud State Fisca 2022	(m) nts erving soil ar ded from the ll Years (\$ ir 2023	(m) nd water resource recipient's gross n Millions) 2024	
<u>2.1.005</u>	(m) Denotes a value <u>Exclusion of c</u> Federal Statute Description: State Tax Expe	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp protecting the environment nditure	(m) haring payment pose of conse ent are exclud State Fisca	(m) nts erving soil ar ded from the al Years (\$ ir	(m) ad water resource recipient's gross a Millions)	
<u>2.1.005</u>	(m) Denotes a value <u>Exclusion of c</u> Federal Statute Description: State Tax Expe	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp protecting the environme	(m) haring payment pose of conse ent are exclud State Fisca 2022	(m) nts erving soil ar ded from the ll Years (\$ ir 2023	(m) nd water resource recipient's gross n Millions) 2024	
	(m) Denotes a value <u>Exclusion of c</u> Federal Statute Description: <u>State Tax Expe</u> (m) Denotes a value	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp protecting the environme nditure of less than \$1 million	(m) haring payment pose of conse ent are exclud State Fisca 2022 (m)	(m) <u>nts</u> erving soil ar ded from the d Years (\$ ir 2023 (m)	(m) nd water resource recipient's gross n Millions) 2024 (m)	
<u>2.1.005</u> <u>2.1.006</u>	(m) Denotes a value <u>Exclusion of c</u> Federal Statute Description: <u>State Tax Expe</u> (m) Denotes a value <u>Exclusion of s</u>	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp protecting the environment nditure of less than \$1 million gain or loss on sale or excl	(m) haring payment pose of conse ent are exclud State Fisca 2022 (m) hange for bro	(m) <u>nts</u> erving soil ar ded from the d Years (\$ ir 2023 (m)	(m) nd water resource recipient's gross n Millions) 2024 (m)	
	(m) Denotes a value <u>Exclusion of c</u> Federal Statute Description: <u>State Tax Expe</u> (m) Denotes a value <u>Exclusion of g</u> Federal Statute	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp protecting the environme nditure of less than \$1 million gain or loss on sale or excl IRC Section 512 and	(m) haring paymen pose of conse ent are exclud State Fisca 2022 (m) hange for bro 514	(m) <u>nts</u> erving soil ar ded from the d Years (\$ ir 2023 (m) wwnfield prop	(m) id water resource recipient's gross i Millions) 2024 (m) perty	income.
	(m) Denotes a value <u>Exclusion of c</u> Federal Statute Description: <u>State Tax Expe</u> (m) Denotes a value <u>Exclusion of s</u>	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp protecting the environme nditure of less than \$1 million gain or loss on sale or excl IRC Section 512 and Qualifying brownfield p	(m) haring paymen pose of conse ent are exclud State Fisca 2022 (m) hange for bro 514 roperty that is	(m) <u>nts</u> erving soil ar ded from the d Years (\$ ir <u>2023</u> (m) <u>ownfield prop</u> s acquired fr	(m) ad water resource recipient's gross a Millions) 2024 (m) <u>perty</u> rom an unrelated	income. party,
	(m) Denotes a value <u>Exclusion of c</u> Federal Statute Description: <u>State Tax Expe</u> (m) Denotes a value <u>Exclusion of g</u> Federal Statute	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp protecting the environme nditure of less than \$1 million gain or loss on sale or excl IRC Section 512 and Qualifying brownfield p subject to remediation, a	(m) haring paymen pose of conse ent are exclud State Fisca 2022 (m) hange for bro 514 roperty that is nd sold to an	(m) <u>nts</u> erving soil ar ded from the d Years (\$ ir <u>2023</u> (m) <u>ownfield prop</u> s acquired fr	(m) ad water resource recipient's gross a Millions) 2024 (m) <u>perty</u> rom an unrelated	income. party,
	(m) Denotes a value <u>Exclusion of c</u> Federal Statute Description: <u>State Tax Expe</u> (m) Denotes a value <u>Exclusion of g</u> Federal Statute	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp protecting the environme nditure of less than \$1 million gain or loss on sale or excl IRC Section 512 and Qualifying brownfield p	(m) haring payment bose of conse ent are exclud State Fisca 2022 (m) hange for bro 514 roperty that is nd sold to an he tax.	(m) <u>nts</u> erving soil ar ded from the d Years (\$ ir 2023 (m) <u>ownfield prop</u> s acquired fr other unrela	(m) id water resource recipient's gross i Millions) 2024 (m) perty rom an unrelated ted party, is exen	income. party,
	(m) Denotes a value <u>Exclusion of c</u> Federal Statute Description: <u>State Tax Expe</u> (m) Denotes a value <u>Exclusion of g</u> Federal Statute	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp protecting the environme nditure of less than \$1 million gain or loss on sale or excl IRC Section 512 and Qualifying brownfield p subject to remediation, a	(m) haring payment pose of consecutive state Fisca 2022 (m) hange for bro 514 roperty that is nd sold to an he tax. State Fisca	(m) <u>nts</u> erving soil ar ded from the d Years (\$ ir <u>2023</u> (m) <u>ownfield prop</u> s acquired fr other unrela d Years (\$ ir	(m) (m) (m) (m) (m) (m) (m) (m)	income. party,
	(m) Denotes a value <u>Exclusion of c</u> Federal Statute Description: State Tax Expe (m) Denotes a value <u>Exclusion of s</u> Federal Statute Description:	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp protecting the environmed nditure of less than \$1 million gain or loss on sale or excl IRC Section 512 and Qualifying brownfield p subject to remediation, a unrelated business incon	(m) haring paymen pose of conse ent are exclud State Fisca 2022 (m) hange for bro 514 roperty that is nd sold to an he tax. State Fisca 2022	(m) <u>nts</u> erving soil ar ded from the d Years (\$ ir <u>2023</u> (m) <u>ownfield prop</u> s acquired fr other unrela d Years (\$ ir <u>2023</u>	(m) id water resource recipient's gross i Millions) 2024 (m) perty rom an unrelated ted party, is exen i Millions) 2024	income. party,
	(m) Denotes a value <u>Exclusion of c</u> Federal Statute Description: <u>State Tax Expe</u> (m) Denotes a value <u>Exclusion of g</u> Federal Statute Description: State Tax Expe	of less than \$1 million certain agricultural cost-sh IRC Section 126 Grants made for the purp protecting the environmed nditure of less than \$1 million gain or loss on sale or excl IRC Section 512 and Qualifying brownfield p subject to remediation, a unrelated business incon	(m) haring payment pose of consecutive state Fisca 2022 (m) hange for bro 514 roperty that is nd sold to an he tax. State Fisca	(m) <u>nts</u> erving soil ar ded from the d Years (\$ ir <u>2023</u> (m) <u>ownfield prop</u> s acquired fr other unrela d Years (\$ ir	(m) (m) (m) (m) (m) (m) (m) (m)	income. party,

<u>2.1.009</u>	Exclusion of interest on public purpos		al governme	nt bonds	
	Federal Statute IRC Sections 103, 1				
	Description: Interest income of qual income.	lifying governn	nental bonds	s is excluded from	m taxable
	income.	State Fisca	l Years (\$ ir	Millions)	
		2022	2023	2024	
	State Tax Expenditure	(m)	(m)	(m)	
	(m) Denotes a value of less than \$1 million				
<u>2.1.010</u>	Various foreign provisions including i				
	interest expense allocation, deferral of	active income	of controlle	ed foreign corpor	<u>ations</u> ,
	deferral of active financing income	60 065 050 0	F A 064		
	Federal Statute IRC Sections 861-8			1, ,	
	Description: These provisions provi foreign sourced income		ptions to the	e general treatme	ent of
	foreign sourced meone		l Years (\$ ir	Millions)	
		2022	2023	2024	
	State Tax Expenditure	18	16	10	
	(m) Denotes a value of less than \$1 million				
<u>2.1.011</u>	Exclusion of employee meals and lodg	ging			
	Federal Statute IRC Section 119 an				
	Description: Only 50 percent of exp				
	premises for the conve	nience of the e	mployer or	as a de minimis	fringe is
	allowed as deduction.		1 87 / / ·	X (11)	
			1 Years (\$ ir		
	State Tax Expenditure	<u>2022</u> 22	<u>2023</u> 14	$\frac{2024}{3}$	
	(m) Denotes a value of less than \$1 million		14	5	
<u>2.1.012</u>	Exclusion of employer-paid transporta	ation benefits a	nd employe	r-provided transi	t and
	vanpool benefits.			-	
	Federal Statute IRC Section 132(f)				
	Description: Employer provided qua		tation benef	its are excluded	from
	employee taxable inco				
			l Years (\$ ir		
	State Terr Dress and Stars	2022	2023	-12	
	State Tax Expenditure (m) Denotes a value of less than \$1 million	-18	-15	-12	
	(
2.1.013	Exclusion of income from forgiveness	of loans and o	ther busines	s financial assis	tance
	under the CARES Act				<u></u>
	Federal Statute CARES Act				
	Description: Gross income does not	include forgiv	eness of Pay	check Protectio	n Program
	loans, Economic Injury				certain
	loan repayment assista				
			l Years (\$ ir		
		2022	2023	2024	
	State Tax Expenditure (m) Denotes a value of less than \$1 million	3	3	3	

2.2 Federal Corporate Deductions

<u>2.2.001</u>		epreciation (MACRS)				
	Federal Statute	IRC Sections 167 and				
	Description:	Under the Modified Acce			•	
		of tangible depreciation p				
		shorter depreciation perio				
		of new rental housing and	d certain othe	r buildings	and equipmen	t on an
		accelerated schedule		T (b ·	X (11)	
				Years (\$ in	,	
		11.	2022	2023	2024	
	State Tax Expe		70	70	56	
	(m) Denotes a value	of less than \$1 million				
<u>2.2.003</u>		exploration and developme			<u>ls</u>	
	Federal Statute	IRC Sections 263, 291				
	Description:	Firms engaged in mining	are permitted	d to expense	e certain explo	oration and
		development costs.				
				Years (\$ in	,	
			2022	2023	2024	
	State Tax Expe	nditure	(m)	(m)	(m)	
	(m) Denotes a value	of less than \$1 million				
<u>2.2.004</u>		of business start-up costs				
	Federal Statute	IRC Section 195				
	Description:	This provision allows a b	-	yer to dedu	ct up to \$5,00	0 in
		qualified start-up expendit				
				Years (\$ in		
			2022	2023	2024	
	State Tax Expe		1	1	1	
	(m) Denotes a value	of less than \$1 million				
2.2.005		research and experimental				
	Federal Statute	IRC Section 174 and 5	59e			
	Description:	This provision allows a b				
		expenditures that are paid	l or incurred	in connectio	on with the tax	xpayer's
		trade or business.				
			State Fiscal	Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Expe		3	0	0	
	(m) Denotes a value	of less than \$1 million				
<u>2.2.006</u>		magazine circulation expen	nditures			
	Federal Statute	IRC Section 173				
	Description:	In general, current federa	l tax law allo	ws publishe	rs of newspap	bers,

magazines, and other periodicals to deduct their expenditures to maintain, establish, or increase circulation in the year in which they are made.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	(m)	(m)	(m)	

2.2.007	Deductions of	oil and gas exploration	and developme	ent costs		
	Federal Statute				3(c), 616-617, 5	7(a)(2),
		59(e) and 1254				
	Description:	Firms that extract oil, g				
		recover their capital in				
		to the physical and eco	·			
		recovered. Firms engag				
		geothermal properties		of expension	ig certain intangi	ble
		drilling and developme		l Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Expe	nditure	0	0	$\frac{2024}{0}$	
		of less than \$1 million	0	0		
2.2.008	Special treatm	ent of expenses related	to timber produ	uction		
	Federal Statute	-				
	Description:	This provision allows e	expensing of pr	oduction cos	sts of growing tir	mber.
		Taxpayers are also allo		depreciation	practices for qua	alified
		reforestation expenses.				
				l Years (\$ in		
		1.	2022	2023	2024	
	State Tax Expe	nditure of less than \$1 million	3	3	3	
	(III) Denotes a value	Ji less than \$1 minion				
2.2.009	Deduction of	charitable contributions	(includes dedu	ctions for he	alth education :	and for
<u>2.2.007</u>		r than health and education			<u>anni, education, i</u>	<u></u>
	Federal Statute					
	Description:	Subject to certain limit		ole contribut	ions may be dedu	ucted by
	-	taxpayers.			·	·
			State Fisca	l Years (\$ in	Millions)	
			2022	2023	2024	
	State Tax Expe		33	33	26	
	(m) Denotes a value	of less than \$1 million				
0 0 0 1 1	г ·	1 IDC 0 (* 170 f				
<u>2.2.011</u>	Federal Statute	der IRC Section 179 of o IRC Section 179	depreciable bus	iness proper	<u>ty</u>	
	Description:	Within certain limits, a	taxpavar may	alact to dad	lot as a current of	avnansa
	Description.	the cost of qualifying p				
		the cost of quantying p		l Years (\$ in		
			2022	2023	2024	
	State Tax Expe	nditure	9	11	10	
		of less than \$1 million				
<u>2.2.012</u>	Amortization	of air pollution control f				
	Fodoral Statuto	IRC Section 160(d)	(5)			

Amortization of air pollution control facilities Federal Statute IRC Section 169(d)(5) Federal Statute

	Description:	This provision allow			
		option of amortizing		ollution con	trol equipm
		fired electric generation	•	1 Voora (¢ in	Milliona
			2022	1 Years (\$ in 2023	2024
	State Tax Expe	nditure	2022	2023	2024
		of less than \$1 million	2	4	2
.014	Various agric	ultural expensing prov	isions		
	Federal Statute	· · ·		48, 461, 464	1
	Description:	Taxpayers in the bus			
		associated with soil a			
		associated with raisir		-	
				l Years (\$ ir	
			2022	2023	2024
	State Tax Expe	nditure of less than \$1 million	(m)	(m)	(m)
	(m) Denotes a value	51 less than \$1 million			
015	Community	nd regional developme	nt incontivos		
<u>.015</u>	Federal Statute			80C(a) = 130	1_1307D an
	I cuciai Statute	and J	(0), (0), (0), (0), (0)	50C(a), 157	1-1 <i>37</i> 1 D an
	Description:	Communities designation	ated as empower	ment zones	and renewa
	1	communities are elig			
		C		l Years (\$ in	
			2022	2023	2024
	State Tax Expe		(m)	0	0
	(m) Denotes a value	of less than \$1 million			
016	F • (1. 1	1	1 · ·	.1 1 1
<u>016</u>	- -	remove architectural a	nd transportation	barriers to	the handica
	<u>elderly</u> Federal Statute	IRC Section 190			
	Description:	This provision allows	a taxpavara ta da	duct up to \$	15,000 of a
	Description.	incurred in a single y			
		elderly individuals in			
		owned or leased by the	•	prosition prosition	, unitsporter
		,	· ·	l Years (\$ ir	n Millions)
			2022	2023	2024
	State Tax Expe	nditure	(m)	(m)	(m)
		of less than \$1 million			
017		hods and valuation			
	Federal Statute				_
	Description:	This provision allow		e alternative	inventory
		determine the cost of		1	. MC111
				1 Years (\$ in	
	State Ter Error	nditura	2022	2023	2024
	State Tax Expe	nanture	6	6	4

		corporate income tax.			e	nst the
		corporate meome tax.				
				al Years (\$ ii 2023	,	
	State Tax Expe	nditure	-11	-10	-8	
		of less than \$1 million	11	10		
<u>2.2.019</u>	Deduction for	foreign-derived intang	gible income			
	Federal Statute	,				
	Description:	A domestic corporation				
		foreign-derived intang		al Years (\$ ii		thereafter
			2022	2023	2024	
	State Tax Expe	nditure	68	87	78	
	(m) Denotes a value	of less than \$1 million	00	07	/0	
<u>2.2.020</u>	Limitation on	deduction of FDIC pre	mium			
	Federal Statute	FUU. L. INU. 11J-7	/			
	Federal Statute Description:			centage of ar	y Federal Dep	posit
	Description:	The deduction for the Insurance Corporation	applicable perc			
		The deduction for the	e applicable perc n ("FDIC") prei	mium paid o	r incurred by t	the taxpay
		The deduction for the Insurance Corporation	e applicable percent n ("FDIC") prese payers with tota	mium paid o al consolidat	r incurred by t ed assets of \$5	the taxpay 50 billion
		The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio	e applicable pero n ("FDIC") pren payers with tota percentage is 10 o of the excess of	mium paid o al consolidat 00 percent. C of total conso	r incurred by t ed assets of \$5 therwise, the a blidated assets	the taxpay 50 billion applicabl (as of the
		The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye	e applicable perc n ("FDIC") prer payers with tota percentage is 10 o of the excess of ear) over \$10 bi	mium paid o al consolidat 00 percent. C of total conso illion to \$40	r incurred by t ed assets of \$5 therwise, the a blidated assets billion. The p	the taxpay 50 billion applicabl (as of the rovision of
		The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye not apply to taxpayers	e applicable perc n ("FDIC") prec payers with tota percentage is 10 o of the excess of ear) over \$10 bits s with total const	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass	r incurred by t ed assets of \$5 therwise, the a blidated assets billion. The p	the taxpay 50 billion applicabl (as of the rovision of
		The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye	e applicable perc n ("FDIC") pren payers with tota percentage is 10 o of the excess of ear) over \$10 bits s with total const not exceed \$10	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass billion.	r incurred by t ed assets of \$5 therwise, the a blidated assets billion. The pr ets (as of the c	the taxpay 50 billion applicabl (as of the rovision of
		The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye not apply to taxpayers	e applicable perc n ("FDIC") pref payers with tota percentage is 10 o of the excess of ear) over \$10 bis s with total cons not exceed \$10 State Fisca	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass billion. al Years (\$ in	r incurred by t ed assets of \$5 otherwise, the a olidated assets billion. The pr ets (as of the c n Millions)	the taxpay 50 billion applicabl (as of the rovision of
	Description:	The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye not apply to taxpayers taxable year) that do n	e applicable pero n ("FDIC") prer payers with tota percentage is 10 o of the excess of ear) over \$10 bits s with total const not exceed \$10 State Fisca 2022	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass billion. al Years (\$ in 2023	r incurred by t ed assets of \$5 therwise, the a blidated assets billion. The pr ets (as of the c n Millions) 2024	the taxpay 50 billion applicabl (as of the rovision of
	Description: State Tax Expe	The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye not apply to taxpayers taxable year) that do n	e applicable perc n ("FDIC") pref payers with tota percentage is 10 o of the excess of ear) over \$10 bis s with total cons not exceed \$10 State Fisca	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass billion. al Years (\$ in	r incurred by t ed assets of \$5 otherwise, the a olidated assets billion. The pr ets (as of the c n Millions)	the taxpay 50 billion applicabl (as of the rovision of
	Description: State Tax Expe (m) Denotes a value of	The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye not apply to taxpayers taxable year) that do n	e applicable pero n ("FDIC") prer payers with tota percentage is 10 o of the excess of ear) over \$10 bits s with total const not exceed \$10 State Fisca 2022	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass billion. al Years (\$ in 2023	r incurred by t ed assets of \$5 therwise, the a blidated assets billion. The pr ets (as of the c n Millions) 2024	the taxpay 50 billion applicabl (as of the rovision of
<u>2.2.021</u>	Description: State Tax Expe (m) Denotes a value of Limitation on	The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye not apply to taxpayers taxable year) that do n	e applicable pero n ("FDIC") pren payers with tota percentage is 10 o of the excess of ear) over \$10 bits s with total const not exceed \$10 State Fisca 2022 -10	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass billion. al Years (\$ in 2023	r incurred by t ed assets of \$5 therwise, the a blidated assets billion. The pr ets (as of the c n Millions) 2024	the taxpay 50 billion applicabl (as of the rovision of
<u>2.2.021</u>	Description: State Tax Expe (m) Denotes a value of Limitation on Federal Statute	The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye not apply to taxpayers taxable year) that do n mditure of less than \$1 million <u>NOL deduction</u> Pub. L. No. 115-63	e applicable pero n ("FDIC") prei payers with tota percentage is 10 o of the excess of ear) over \$10 bis s with total cons not exceed \$10 State Fisca 2022 -10	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass billion. al Years (\$ in 2023 -10	r incurred by t ed assets of \$5 therwise, the a blidated assets billion. The pr ets (as of the c n Millions) 2024 -8	the taxpa 50 billion applicabl (as of the rovision of close of the
<u>2.2.021</u>	Description: State Tax Expe (m) Denotes a value of Limitation on	The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye not apply to taxpayers taxable year) that do n mditure of less than \$1 million <u>NOL deduction</u> Pub. L. No. 115-63 The deduction for net	e applicable pero n ("FDIC") prei payers with tota percentage is 10 o of the excess of ear) over \$10 bis s with total cons not exceed \$10 State Fisca 2022 -10	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass billion. al Years (\$ in 2023 -10	r incurred by t ed assets of \$5 therwise, the a blidated assets billion. The pr ets (as of the c n Millions) 2024 -8	the taxpa 50 billion applicabl (as of the rovision of close of the
<u>2.2.021</u>	Description: State Tax Expe (m) Denotes a value of Limitation on Federal Statute	The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye not apply to taxpayers taxable year) that do n mditure of less than \$1 million <u>NOL deduction</u> Pub. L. No. 115-63	e applicable perc n ("FDIC") prei payers with tota percentage is 10 o of the excess of ear) over \$10 bis s with total cons not exceed \$10 State Fisca 2022 -10 3 t operating losse	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass billion. al Years (\$ in 2023 -10	r incurred by t ed assets of \$5 otherwise, the a olidated assets billion. The pr ets (as of the c n Millions) 2024 -8 to 80 percent of	the taxpa 50 billion applicabl (as of the rovision of close of the
<u>2.2.021</u>	Description: State Tax Expe (m) Denotes a value of Limitation on Federal Statute	The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye not apply to taxpayers taxable year) that do n mditure of less than \$1 million <u>NOL deduction</u> Pub. L. No. 115-63 The deduction for net	e applicable pero n ("FDIC") prei payers with tota percentage is 10 o of the excess of ear) over \$10 bis s with total cons not exceed \$10 State Fisca 2022 -10 3 t operating losse State Fisca	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass billion. al Years (\$ in 2023 -10 es is limited to al Years (\$ in	r incurred by t ed assets of \$5 otherwise, the a olidated assets billion. The pr ets (as of the c n Millions) 2024 -8 to 80 percent of n Millions)	the taxpa 50 billion applicabl (as of the rovision of close of the
<u>2.2.021</u>	Description: State Tax Expendent (m) Denotes a value of Limitation on Federal Statute Description:	The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye not apply to taxpayers taxable year) that do n mditure of less than \$1 million <u>NOL deduction</u> Pub. L. No. 115-63 The deduction for net income.	e applicable pero n ("FDIC") prei payers with tota percentage is 10 o of the excess of ear) over \$10 bis s with total cons not exceed \$10 State Fisca 2022 -10 3 t operating losse State Fisca 2022	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass billion. al Years (\$ in 2023 -10 es is limited t al Years (\$ in 2023	r incurred by t ed assets of \$5 otherwise, the a olidated assets billion. The pr ets (as of the c n Millions) 2024 -8 to 80 percent of	the taxpa 50 billion applicabl (as of the rovision of close of the
<u>2.2.021</u>	Description: State Tax Expe (m) Denotes a value of Limitation on Federal Statute Description: State Tax Expe	The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye not apply to taxpayers taxable year) that do n moditure of less than \$1 million <u>NOL deduction</u> Pub. L. No. 115-60 The deduction for net income.	e applicable pero n ("FDIC") prei payers with tota percentage is 10 o of the excess of ear) over \$10 bis s with total cons not exceed \$10 State Fisca 2022 -10 3 t operating losse State Fisca	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass billion. al Years (\$ in 2023 -10 es is limited to al Years (\$ in	r incurred by t ed assets of \$5 otherwise, the a olidated assets billion. The pr ets (as of the c n Millions) 2024 -8 to 80 percent of n Millions)	the taxpa 50 billion applicabl (as of the rovision of close of the
<u>2.2.021</u>	Description: State Tax Expe (m) Denotes a value of Limitation on Federal Statute Description: State Tax Expe	The deduction for the Insurance Corporation is disallowed. For tax more, the applicable p percentage is the ratio close of the taxable ye not apply to taxpayers taxable year) that do n mditure of less than \$1 million <u>NOL deduction</u> Pub. L. No. 115-63 The deduction for net income.	e applicable pero n ("FDIC") prei payers with tota percentage is 10 o of the excess of ear) over \$10 bis s with total cons not exceed \$10 State Fisca 2022 -10 3 t operating losse State Fisca 2022	mium paid o al consolidat 00 percent. C of total conso illion to \$40 solidated ass billion. al Years (\$ in 2023 -10 es is limited t al Years (\$ in 2023	r incurred by t ed assets of \$5 otherwise, the a olidated assets billion. The pr ets (as of the c n Millions) 2024 -8 to 80 percent of n Millions)	the taxpa 50 billion applicabl (as of the rovision of close of the

	State Fisca	State Fiscal Years (\$ in Millions)			
	2022	2023	2024		
State Tax Expenditure	(m)	(m)	(m)		

2.3 Special Federal Corporate Conformity Provisions

0 0 0 0 1						
<u>2.3.001</u>		in on like-kind exchanges				
	Federal Statute				ad for more at	of a 1:1-a
	Description:	When business or investr				
		kind no gain or loss is rec paid at the time of the exe	•	the exchange	e and mererore	no tax is
		paid at the time of the ext	-	ll Years (\$ ir	n Millions)	
			2022	2023	2024	
	State Tax Expe	nditure	11	12	9	
		of less than \$1 million	11	12		
2.3.002	Special rules f	for magazine, paperback be	ook, and rec	ord returns		
	Federal Statute	IRC Section 458	č			
	Description:	Publishers and distributor	rs of magazi	nes, paperba	icks, and record	ls may elect
		to exclude from gross inc	come for a ta	x year, the in	ncome from the	e sale of
		goods that are returned at				
				ll Years (\$ ir		
			2022	2023	2024	
	State Tax Expe		(m)	(m)	(m)	
	(m) Denotes a value	of less than \$1 million				
• • • • • •	-					
<u>2.3.003</u>		yback for net operating los	sses attributa	able to farmi	ng	
	Federal Statute	IRC Section 172			1 6 1	
	Description:	Current law provides a tw				led to
		farming. The normal carr		ll Years (\$ ir		
			2022	2023	2024	
	State Tax Expe	nditure	(m)	(m)	(m)	
		of less than \$1 million	(111)	(111)		
2.3.004	Special rules f	for mining reclamation reso	erves			
	Federal Statute					
	Description:	Electing taxpayers may d	leduct the cu	rrent value e	equivalent of ce	rtain
		estimated future reclamat	tion and clos	sing costs for	r mining and so	lid waste
		disposal sites.				
				ll Years (\$ in		
			2022	2023	2024	
	State Tax Expe		(m)	(m)	(m)	
	(m) Denotes a value	of less than \$1 million				
		C / 1 1				
<u>2.3.005</u>		ng, for certain businesses	440			
	Federal Statute			he wood her o	ny hyainaga tay	nor on that
	Description:	The cash method of acco is not a tax shelter and fa		-	-	
		These are farming busine				
		entities that meet a gross		.	service corpora	uons, anu
		entities that meet a gross	recerpts test	•		

	State Fisca	State Fiscal Years (\$ in Millions)			
	2022	2023	2024		
State Tax Expenditure	4	4	3		
(m) Denotes a value of loss than \$1 million					

2.3.006 Deferral of gain on non-dealer installment sales Federal Statute IRC Sections 453 and 453A(b) **Description:** Some taxpayers are allowed to report some sales using the installment method of accounting in which the gross profit from the sale is prorated over the years during which the payments are received. State Fiscal Years (\$ in Millions) 2022 2023 2024 State Tax Expenditure 20 21 17 (m) Denotes a value of less than \$1 million 2.3.007 Completed contract rules Federal Statute **IRC Section 460 Description:** Some taxpayers with construction or manufacturing contracts extending for more than one tax year are allowed to report some or all of the profit on the contracts under special accounting rules rather than the normal rules of tax accounting. State Fiscal Years (\$ in Millions) 2022 2023 2024 State Tax Expenditure 4 4 3 (m) Denotes a value of less than \$1 million

2.3.008 Special treatment of employee stock ownership plans (ESOPs)

Federal Statute	IRC Sections 401(a)(28), 404(a)(9), 404(k), 415(c)(6), 512(e), 1042,
	497(e)(7), 4975(d)(3), 4978, 4979A
Description:	ESOPs are provided with various tax advantages. Employer contributions
	may be deducted by the employer as a business expense. Contributions to a
	leveraged ESOP are subject to less restrictive limits than contributions to
	other qualified employee benefit plans. An employer may deduct dividends
	paid on stock held by an ESOP if the dividends are paid to plan
	participants, if the dividends are used to repay a loan that was used to buy
	the stock, or if the dividends are paid on stock in a retirement plan.
	Employees are not taxed on employer contributions to an ESOP or the
	earnings on invested funds until they are distributed.
	State Fiscal Years (\$ in Millions)
	2022 2023 2024

	State I Iseal	$1 \text{ cars} (\psi)$	II IVIIIII0115
	2022	2023	2024
State Tax Expenditure	1	2	2
(m) Demotes a seclar of less them \$1 million			

(m) Denotes a value of less than \$1 million

2.3.009 Deferral of capital construction costs of shipping companies

Federal StatuteIRC Section 7518Description:U.S. operators of vessels in foreig

on: U.S. operators of vessels in foreign, or domestic commerce of the U.S., or in U.S. fisheries, may establish a capital construction fund into which they may make certain tax-deductible deposits. In addition, the earnings on the deposits are tax deferred.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)

2.3.010 Qualified Opportunity Zones

Federal Statute PL 115-97; IRS 1400Z-1

Description: A qualified opportunity fund is an investment vehicle organized as a corporation or a partnership for the purpose of investing in qualified opportunity zone property that holds at least 90 percent of its assets in qualified opportunity zone property. Qualified opportunity zone property includes any qualified opportunity zone stock, any qualified opportunity zone partnership interest, and any qualified opportunity zone business property. Certain low-income community population census tracts may be designated as qualified opportunity zones by the chief executive officer of the State (which includes the District of Columbia).

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	8	8	7

(m) Denotes a value of less than \$1 million

2.3.011 Expensing rules for certain productions

Federal Statute IRC Section 181
Description: A taxpayer may elect to treat the cost, up to a maximum of \$15 million (\$20 million in some areas) for any production, of any qualified film, television, or live theatrical production commencing production prior to Jan. 1, 2026, as an expense which is not chargeable to capital account. Any cost so treated shall be allowed as a deduction.

	State Miscar Tears (\$ III Millions)		
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
(m) Denotes a value of loss then \$1 million			

(m) Denotes a value of less than 1 million

2.4 Corporate Apportionment

Discussed below are three issues relating to corporate apportionment that can be considered tax expenditures because they are deviations from the traditional formula of corporate apportionment and result in a benefit to some taxpayers. No estimate of the value of these expenditures is available at this time.

2.4.001 Single-Factor Apportionment

Corporate income earned in Georgia is apportioned using a single-factor apportionment formula. With single-factor apportionment, firms determine state tax liability based solely on the ratio of Georgia receipts to total receipts. The traditional apportionment formula involves the use of three Georgia-total ratios: property, payroll, and receipts. With the three-factor formula, the firm applies a weight of 33.33 percent to each ratio. The single-factor formula benefits firms that have manufacturing presence in one state but significant sales outside of the state. Firms that are located and operate in a single state are not affected by the apportionment formula.

2.4.002 Throwback Rule

Under a throwback rule, out-of-state sales from a corporation are taxed by the state of origin if the corporation has no nexus in the destination state. At least 25 states have a throwback rule. Georgia, North Carolina, Florida, Tennessee, South Carolina, and Virginia do not, but Alabama does. An alternative rule is the "throw-out rule," which eliminates sales to non-nexus states from both the numerator and denominator of the apportionment formula of a corporation. Georgia does not have a throw-out rule.

2.4.003 Corporate Receipts Sourcing

Georgia is among 16 states that apportions multistate corporate income based only on gross receipts, (i.e., a 100-percent sales factor). This creates a destination-based corporate income tax system. Under this approach, corporations pay taxes based on the state in which their products are sold, not where production takes place. This rule applies to the sale of tangible property. When considering apportionment for services provided across state lines, Georgia employs a market-based sourcing rule. At the present, there is no consensus between the states on how to define a "market" for the purpose of implementing this rule but, in general, it means that services will be taxed based on the state in which the customer receives the benefit. The rule is meant to apply a consistent destination-based treatment to services when compared to tangible goods.

Corporate apportionment expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
2.4.001	N/A	Single-factor Apportionment
2.4.002	N/A	Throwback Rule
2.4.003	N/A	Corporate Receipts Sourcing

2.5 Georgia Deductions and Exclusions

<u>2.5.003</u>	Exclusion of	<u>global intangi</u>	ble low-taxed	income (GI	<u>LTI)</u>		
	Statute		§48-7-21				
	Year Enacted		2018	2018			
	Year Effective		2018				
	Data Source		Estimates of	^c Federal Ta	x Expenditu	res for Fisco	al Years 2020-
			2024, Joint	Committee o	on Taxation,	U.S. Congr	ess
	Estimate Relia	bility	Class B				
	Data Reliability	у	Class B				
	Note						
	Description:	taxation in S returns reali in low-tax a taxable inco 37.5 percen GILTI.	ngible low-tax Section 951A ized by U.S. si reas outside o ome net of a 50 t deduction th	of the Intern hareholders of the United 0 percent dec ereafter. Geo State Fisca 2022	al Revenue from contro States. GIL duction in ta orgia does n l Years (\$ ir 2023	Code of 198 lled foreign TI is includ ax years 201 ot tax any p n Millions) 2024	86 as excess corporations able in federal 8-25 and a
	State Tax Expe			177	205	222	
	(m) Denotes a value	of less than \$1 mi	llion				

Corporate income tax expenditures for which an estimate is not currently

	avanable				
Expenditure	Statute	Summary			
2.5.001	§48-7-21	Interest on obligations of United States			
2.5.002	§48-7-21	Exception to intangible expenses and related interest cost			

available

2.6 Georgia Credits

<u>2.6.001</u>	<u>Georgia Job T</u>	Tax Credit		
			§48-7-40 and §48-7-40.1	
			§48-7-40: 1989; §48-7-40.1: 1993	
	Year Effective		§48-7-40: Taxable years beginning on or after January 1,	
			1990; §48-7-40.1: Taxable years beginning on or after	
			January 1, 1994.	
	Data Source		DOR data as of 2020 and Office of Insurance and Safety Fire	
			Commissioner	
	Estimate Reliab	bility	Class A	
	Data Reliability	y	Class A	
	Note		The same estimate is provided in the individual income tax	
			and insurance premium tax sections, see 1.6.012 and 5.00200.	
			In 2018, the qualifying areas were expanded to include	
			counties with military bases and industrial parks that are	
			owned and operated by a government entity.	
	Description:		rovides a statewide job tax credit to any business or	
			s engaged in manufacturing, warehousing and distribution,	
			telecommunications, broadcasting, tourism, or research and	
		-	at. Retail establishments are only allowed the credit if located in	
			0 least-developed counties of the state. Average wages must be	
		U U	the average wage of the county in the state with the lowest	
			ge. To be eligible, employers must offer health insurance to all	
			vees. It also provides a tax credit for business enterprises	
		-	as operating in less-developed areas. These include areas with	
			contiguous census tracts with higher than 15 percent poverty	
		and counties with both a military base and a government owned and		
		operated inc	lustrial park.	
			State Fiscal Years (\$ in Millions)	
			2022 2023 2024	

	State Fiscal Tears (\$ III WIIIIOIIS)		
	2022	2023	2024
Income Tax Expenditure	105	92	90
Corporate Income Tax Expenditure	165	143	141
Insurance Premium Tax Expenditure	5	4	4
State Tax Expenditure	275	239	236

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

<u>2.6.002</u>	Quality Jobs Tax Credit	
	Statute	§48-7-40.17
	Year Enacted	2009
	Year Effective	Taxable years beginning on or after January 1, 2009
	Data Source	DOR data as of TY 2020
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	This statute was modified in 2017 allowing taxpayers to
		establish subsequent job creation periods for a qualified
		project. The same estimate is provided in the individual
		income tax section, see 1.6.013. Estimate of this provision is
		higher than in previous reports because new data are available.

Description: This credit is for employers creating new high-wage jobs or relocating high-wage jobs into the state. A quality job or high-wage job has 30 hours a week of regular work; a job that is not already located in Georgia; and pays at or above 110 percent of the average wage of the county in which it is located.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	1	1	1
Corporate Income Tax Expenditure	96	97	99
Insurance Premium Tax Expenditure	0	0	0
State Tax Expenditure	98	99	100

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.003	New Facilities	s Jobs Credit			
	Statute		§48-7-40.24		
	Year Enacted		2003		
	Year Effective		Latest modifications are effective for taxable years beginning		
			on or after July 1, 2021		
	Data Source		Fiscal note for HB 587 LC 43 2010S for 2021		
	Estimate Reliab	oility	NA		
	Data Reliability	/	NA		
	Note		The same estimate is provided in the individual income tax		
			section, see 1.6.014.		
	Description:	This provisi	on provides for a credit of \$5,250 per year per qualified new job		
		for up to five	e years, subject to recapture based on job and payroll		
		maintenance	requirements, and until July 1, 2021, limited to 4,500 such		
	new jobs for		any one qualified project. For business enterprises that first		
		qualify in a	taxable year beginning on or after January 1, 2009, the business		
		enterprise m	nust meet the job creation requirement of 1,800 eligible new		
		full-time em	ployees and either the qualified investment requirement of		
		\$450 million	n in qualified investment property, or the payroll requirement of		
	\$150 millio		n in total annual Georgia W-2 reported payroll within the six-		
			subject to extension under certain conditions.		
			State Fiscal Years (\$ in Millions)		
			2022 2023 2024		
	State Tax Expe	nditure	Estimate combined with 2.6.001		
	(m) Denotes a value	of less than \$1 mil	lion.		

2.6.004 New Manufacturing Facilities Property Credit

Statute	§48-7-40.24
Year Enacted	2003
Year Effective	Latest modifications are effective for taxable years beginning on or after July 1, 2021
Data Source	Fiscal note for HB 587 LC 43 2010S for 2021
Estimate Reliability	NA
Data Reliability	NA
Note	Utilization of this credit resulting from known or anticipated projects is expected to be material, but not within the time horizon of this report; see fiscal note. The same estimate is provided in the individual income tax section, see 1.6.015.

Description:	This is an incentive for a manufacturer who has operated a manufacturing						
	facility in this state for at least 3 years and who spends \$800 million on a						
	new manufacturing facility in this state, subject to a job requirement of						
	1,800 full-time employees. The credit equal to 6 percent of the cost of all						
	qualified investment property purchased or acquired, up to \$50 million with						
	respect to any one project. For qualified high-impact aerospace defense						
	projects certified on or after July 1, 2021, the maximum credit for any one						
	project is increased to \$100 million and the taxpayer may begin claiming						
	credits once investment and job thresholds of \$500 million and 1,000,						
	respectively, are reached.						
	State Figure (\$ in Millions)						

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	0	0	0	

2.6.005 Manufacturer's Investment Tax Credit

manaraetarer						
Statute	§§48-7-40.2, 48-7-40.3, and 48-7-40.4					
Year Enacted	1994					
Year Effective	Taxable years beginning on or after January 1, 1994					
Data Source	DOR data as of TY 2020					
Estimate Reliab	bility Class B					
Data Reliability	y Class A					
Note	The same estimate is provided in the individual income tax					
	section, see 1.6.016.					
Description:	For tax years beginning on or after January 1, 2020, the taxpayer must					
invest a minimum of \$100,000 per project per location during the						
to receive credit, up from a \$50,000 minimum in prior years. Eligible						
	taxpayers must be in operation for the immediately preceding three					
	years. Property for a period of five years or longer is eligible for the credit.					
	State Fiscal Years (\$ in Millions)					
	2022 2023 2024					

	2022	2023	2024
Income Tax Expenditure	13	14	15
Corporate Income Tax Expenditure	56	59	62
State Tax Expenditure	69	73	77
		11	

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2 6 006	Ontional Inves	stmont Tox C	nadit	
<u>2.6.006</u>	Optional Inves	siment Tax C		
	Statute		§§48-7-40.7, 48-7-40.8, and 48-7-40.9	
	Year Enacted		1995	
	Year Effective		Taxable years beginning on or after January 1, 1996.	
	Data Source		DOR data as of TY 2020	
	Estimate Reliab	oility	Class A	
	Data Reliability	r	Class A	
	Note		The same estimate is provided in the individual income tax	
			section, see1.6.017.	
	Description:	An alternativ	ve investment tax credit available for investments in	
		manufacturi	ng or telecommunications facilities or support facilities that	
			perating for the three immediately preceding years. The credit is	
		available for investments in excess of \$5 million and placed in service no		
			January 1, 1996, for tier 1 counties. The investment threshold is	
		\$10 million	for tier 2 counties and is \$20 million for tier 3 and 4 counties.	

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	1	1	1
Corporate Income Tax Expenditure	1	1	1
State Tax Expenditure	2	2	2

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.007 Port Activity Tax Credit

<u>i one i icenter</u>	run crean			
Statute		§48-7-40.15		
Year Enacted		1998		
Year Effective		Latest modifications apply to taxable years beginning on or		
		after January 1, 2010		
Data Source		DOR data as of TY 2020		
Estimate Relial	oility	Class A		
Data Reliability	y	Class A		
Note		Estimate combined with 2.6.008. The same estimate is		
		provided in the individual income tax section, see 1.6.018.		
Description:	For taxable	years beginning before January 1, 2010, businesses or the		
	headquarter	s of any such businesses engaged in manufacturing,		
	warehousing	g and distribution, processing, telecommunications,		
	broadcasting	g, tourism, or research and development that have increased		
	shipments o	ut of Georgia ports during the previous 12-month period by		
	more than 1	0 percent over their 1997 base year port traffic, or by more than		
	10 percent of	over 75 net tons, five containers or 10 20-foot equivalent units		
	(TEU's) du	ring the previous 12-month period are qualified for increased		
	its or investment tax credits. For taxable years beginning on or			
5		y 1, 2010, the increase is based on a comparison of the previous		
	12-month p	eriod to the second preceding 12-month period.		
	-			

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
Income Tax Expenditure	(m)	(m)	(m)	
Corporate Income Tax Expenditure	5	5	5	
State Tax Expenditure	5	5	5	

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.008 Alternative Port Activity Tax Credit

	Themative Fort Activity Tax create				
	Statute	§48-7-40.15A			
	Year Enacted	2009			
	Year Effective	2009			
	Data Source	DOR data as of TY 2020			
	Estimate Reliab	ility Class A			
	Data Reliability	Class A			
Note		Estimate combined with 2.6.007. The same estimate is			
		provided in the individual income tax section, see 1.6.019.			
Description: Credit is all		Credit is allowed to any business enterprise located in a tier 2 or 3 county or			
in a less dev		in a less developed area and which qualifies and receives the Jobs Tax			
		Credit and which:			
	1. Consists of a distribution facility of greater than 650,000 square fee				
operation in this state prior to December 31, 2008;					
		2. Distributes product to retail stores owned by the same legal entity or its			

subsidiaries as such distribution facility; and 3. Has a minimum of eight retail stores in this state in the first year of operations.

	State Fiscal Years (\$ in Millions)			
	2022 2023 2024			
State Tax Expenditure	Estimate combined with 2.6.007			
(m) Denotes a value of less than \$1 million.				

<u>2.6.009</u>	Film Tax Cre	<u>dit</u>				
	Statute	§.	\$48-7-40.26			
	Year Enacted	2	2005			
	Year Effective	Т	Faxable years beginn	ing on or after	January 1, 200	05
	Data Source	D	OOR data as of TY 20	020	-	
	Estimate Relia	bility C	Class B			
	Data Reliabilit	y C	Class A			
	Note	T	The same estimate is	provided in the	e individual in	come tax
		Se	section, see 1.6.020.	Tax credit prov	visions applica	ble to
		q	qualified interactive e	ntertainment p	production con	npanies were
		n	nodified in 2015.	_		_
	Description:	Production con	mpanies which have	at least \$500,0	00 of qualified	d
		expenditures ir	n a state-certified pro	duction may c	laim this cred	it.
		Certification m	nust be approved thro	ough the Georg	gia Departmen	ıt of
		Economic Dev	velopment. There are	special provis	ions relating to	o the tax
		credits awarde	ed to interactive enter	tainment com	panies. Under	the 2017
		modifications t	to this statute, the 20	19 sunset for t	he qualified ir	nteractive
		entertainment j	production company	tax credit has	been eliminate	ed.
			State Fis	cal Years (\$ in	n Millions)	
			2022	2023	2024	
	Income Tax Ex	penditure	459	524	572	
	Corporate Inco	me Tax Expendi	liture 299	341	372	
	State Tax Expe	enditure	758	864	944	
	(m) Denotes a value	of less than \$1 million	n. Numbers may not sum due	to rounding		

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

<u>2.6.010</u>	Research Tax	Credit	
	Statute		§48-7-40.12
	Year Enacted		1997
	Year Effective		Taxable years beginning on or after January 1, 1998
	Data Source		DOR data as of TY 2020
	Estimate Reliab	ility	Class A
	Data Reliability		Class A
	Note		The same estimate is provided in the individual income tax
			section, see 1.6.021.
	Description:	This credit i	s for expenses resulting from research conducted in Georgia by
		businesses e	ngaged in manufacturing, warehousing and distribution,
		processing,	telecommunications, tourism, or research and development
		industries. A	tax credit is allowed provided that the business enterprise for
		the same tax	able year claims and is allowed a research credit under Section
		41 of the Int	ernal Revenue Code of 1986, as amended.

	State Fiscal Years (\$ in Millions)		n Millions)
	2022	2023	2024
Income Tax Expenditure	18	21	22
Corporate Income Tax Expenditure	176	205	219
State Tax Expenditure	194	226	241
	. 1.	1'	

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.011 Seed-Capital Fund Credit

Statute	§48-7-40.27 & 40.28
Year Enacted	2008
Year Effective	Applicable to investments made on or after July 1, 2008
Data Source	DOR data as of TY 2020
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the individual income tax
	section, see 1.6.022.

Description: This provides a tax credit for certain qualified investments made on or after July 1, 2008, in a research fund, the purpose of which is to provide earlystage financing for businesses formed as a result of research conducted in Georgia's research universities. .

	State Fisca	al Years (\$ in	n Millions)
	2022	2023	2024
Income Tax Expenditure	(m)	(m)	(m)
Corporate Income Tax Expenditure	(m)	(m)	(m)
State Tax Expenditure	(m)	(m)	(m)
(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding			

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.012 **Oualified Health Insurance Expense Credit**

Qualified Hea	nun insurance	Expense Credi	l			
Statute	Statute					
Year Enacted	Year Enacted					
Year Effective		Taxable years beginning on or after January 1, 2009				
Data Source		DOR data as	DOR data as of TY 2020			
Estimate Reliab	bility	Class A	Class A			
Data Reliability	У	Class A				
Note		The same esti	imate is pro	ovided in the	e individual	income tax
		section, see 1	.6.023.			
Description:	Employer ci	edit for the pre	emiums pai	d for a high	-deductible	health plan.
	Employers r	nust employ 50) or fewer	persons for	whom the er	nployer
	provides hig	h-deductible h	ealth plans	as defined	by Section 2	23 of the
	Internal Rev	enue Code and	l in which s	such employ	yees are enro	olled. The
	qualified health insurance		must be ma	de available	e to all empl	oyees and
	compensate	l individuals of	f the emplo	oyer pursuar	nt to the appl	icable
	provisions o	f Section 125 of	of the Inter	nal Revenue	e Code. The	qualified
	health insurance pren		expense m	ust equal at	least \$250 a	nnually.
			State Fisca	l Years (\$ ii	n Millions)	
			2022	2023	2024	
Income Tax Ex	Income Tax Expenditure		(m)	(m)	(m)	
Corporate Inco	Corporate Income Tax Expenditure		(m)	(m)	(m)	
State Tax Expenditure			(m)	(m)	(m)	

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.015 **Business Enterprise Vehicle Credit** Statute §48-7-40.22 Year Enacted 2001 Year Effective Taxable years beginning on or after January 1, 2002. DOR data as of TY 2020 Data Source **Estimate Reliability** Class A Data Reliability Class A The same estimate is provided in the individual income tax Note section, see 1.6.026. **Description:** This is a credit given to a business enterprise for the purchase of a motor

vehicle that is used exclusively to provide transportation for its employees. To qualify, a business enterprise must certify that each vehicle carries an average daily ridership of not less than four employees for an entire taxable year.

	State Fiscal Years (\$ in Millions)		n Millions)
	2022	2023	2024
Income Tax Expenditure	(m)	(m)	(m)
Corporate Income Tax Expenditure	(m)	(m)	(m)
State Tax Expenditure	(m)	(m)	(m)
		1'	

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.016 Employer's credit for providing or sponsoring child care for employees, and employer's credit for purchasing child-care property

credit for purc	credit for purchasing child-care property			
Statute		§48-7-40.6		
Year Enacted		1994 & 1999		
Year Effective		Credit for cost of operation: taxable years beginning on or after January 1, 1994. Credit for cost of qualified child-care property: taxable years beginning on or after January 1, 2000.		
Data Source		DOR data as of TY 2020		
Estimate Reliability		Class B		
Data Reliability	/	Class A		
Note		The same estimate is provided in the individual income tax section, see 1.6.027.		
Description: This credit is provided to employers based on their expenses related to providing or sponsoring child-care for their employees' children and for purchase of qualified child-care property.		r sponsoring child-care for their employees' children and for the		
	I			

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	6	6	6
Corporate Income Tax Expenditure	11	11	12
State Tax Expenditure	17	17	18

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.017 Low-Income Housing Credit

§48-7-29.6
2000
Taxable years beginning on or after January 1, 2001.
DOR data as of TY 2020
Class B

Data Reliability	Class A				
Note	The same e	estimate is pro	ovided in th	e individual	income tax
	and insurat	nce premium	tax sections	s, see 1.6.028	3 and 5.00700.
Description:	This is a credit against C	Georgia incon	ne and insur	ance premiu	m taxes for
	owners of rental housing				•
	credit and that are placed			•)1.
		State Fisca	al Years (\$ in	n Millions)	
		2022	2023	2024	
Income Tax Exp	Income Tax Expenditure		164	170	
Corporate Income Tax Expenditure		38	38	40	
Insurance Premium Tax Expenditure		179	215	238	
State Tax Expenditure		380	417	434	
State Tax Expenditure		380	417	434	

(m) Denotes a value o	of less than \$1 millio	on. Numbers may not sur	n due to rounding

2.6.018	Historic Rehabilitation Credit			
	Statute		§48-7-29.8	
	Year Enacted		2002	
	Year Effective		Taxable years beginning on or after January 1, 2004	
	Data Source		DOR data as of TY 2020 and Fiscal Note for HB 469 LC 43	
			2035S (2021)	
	Estimate Relia	bility	Class B	
	Data Reliabilit	У	Class B	
	Note		The same estimate is provided in the individual income tax	
			section, see 1.6.029. This provision expires December 31,	
			2022.	
	Description: A credit is p		provided based on expenses related to the certified rehabilitation	
		of a certifie	d structure or historic home. Standards set by the Georgia	
		Department of Natural Resources must be met. A \$25 million per calendar		
		year aggreg	ate cap applies to projects earning more than \$300,000 in	
		credits. The	credit was modified in 2015 to allow unused credits to be	
		assigned or	sold to other taxpayers. Further modifications in 2021 applied a	
		\$5 million p	ber calendar year cap on smaller projects and added a sunset date	
		for the cred	it of December 31, 2022.	
			State Fiscal Years (\$ in Millions)	
			2022 2022 2024	

	State Fisca	u i cais (\$ 1	n winnons)
	2022	2023	2024
Income Tax Expenditure	28	15	15
Corporate Income Tax Expenditure	10	5	5
State Tax Expenditure	38	20	21

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.020	Low- and Zero-emission Vehicle and Charger Credit

-	Statute	§48-7-40.16
	Year Enacted	1998
	Year Effective	Taxable years beginning on or after January 1, 1998
	Data Source	DOR data as of TY 2020
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	The same estimate is provided in the individual income tax
		section, see 1.6.031.

Description: This credit applies to the purchase or lease of an electric vehicle charger and to the conversion of a standard vehicle to a low- or zero-emission vehicle. The credit for the purchase or lease of a new low- or zero-emission vehicle was eliminated effective July 1, 2015.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	(m)	(m)	(m)
Corporate Income Tax Expenditure	(m)	(m)	(m)
State Tax Expenditure	(m)	(m)	(m)
(m) Donoton a surface of loss them \$1 million Normhour			

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.021 Land Conservation Credit

Statute	§48-7-29.12
Year Enacted	2006
Year Effective	Taxable years beginning on or after January 1, 2006
Data Source	DOR data as of TY 2020
Estimate Reliability	Class B
Data Reliability	Class A
Note	The same estimate is provided in the individual income tax
	section, see 1.6.032.

Description: This provides for an income tax credit for the qualified donation of real property that qualifies as conservation land pursuant to Chapter 22 of O.C.G.A. Title 36. This credit was modified in 2015 such that the aggregate value of credits awarded under this provision cannot exceed \$30 million per year and no new credit applications will be accepted after December 31, 2021.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	3	3	3
Corporate Income Tax Expenditure	(m)	(m)	(m)
State Tax Expenditure	3	3	3
		41	

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.024 Employer's Credit for Approved Employee Retraining Statute \$48-7-40.5

Statute		§48-7-40.5
Year Enacted		1994
Year Effective		Latest modifications are effective for taxable years beginning on or after January 1, 2009
Data Source		DOR data as of TY 2020
Estimate Relia	bility	Class A
Data Reliability	у	Class A
Note		The same estimate is provided in the individual income tax
		section, see 1.6.035.
Description:		

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	20	21	21
Corporate Income Tax Expenditure	38	39	40
State Tax Expenditure	58	59	61

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.025 **Qualified Education Expense Credit**

Statute	§48-7-29.16
Year Enacted	2008
Year Effective	Taxable years beginning on or after January 1, 2008
Data Source	DOR data as of TY 2020
Estimate Reliability	Class A
Data Reliability	Class A
Note	The same estimate is provided in the individual income tax
	section, see 1.6.036.

Description: This provides a tax credit for donations made by taxpayers to a student scholarship organization which are used for tuition and fees for a qualified school or program. Annual cap increased to \$100 million effective January1, 2019.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	68	71	77
Corporate Income Tax Expenditure	24	25	27
State Tax Expenditure	92	96	105
(m) Denotes a value of less than \$1 million Numbers	may not sum due to	rounding	

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

Energy-Efficient or Water-Efficient Equipment Credit 2.6.027

Statute		§48-7-40.29	
Year Enacted		2010	
Year Effective		January 1 of the year following the year in which fede	eral
		funds for this program are made available and receive	
		state	•
Data Source		DOR data as of TY 2020	
Estimate Reliab	oility	Class A	
Data Reliability	1	Class A	
Note		The same estimate is provided in the individual incom	ne tax
		section, see 1.6.038.	
Description:		dit applies to taxpayers who purchase energy-efficient a	
		rvation equipment. The value of the credit is equal to 2	.
	of the cost of	f the qualified equipment or \$2,500, whichever is less.	
	credit is only	y available for those tax years in which federal funds ar	re made
	credit is only available to t	y available for those tax years in which federal funds ar the state for this purpose. Given no federal funding, the	re made
	credit is only	y available for those tax years in which federal funds ar the state for this purpose. Given no federal funding, the ect is zero.	re made
	credit is only available to t	y available for those tax years in which federal funds ar the state for this purpose. Given no federal funding, the ect is zero. State Fiscal Years (\$ in Millions)	re made
	credit is only available to t revenue effec	y available for those tax years in which federal funds ar the state for this purpose. Given no federal funding, the ect is zero. State Fiscal Years (\$ in Millions) 2022 2023 2024	re made
Income Tax Ex Corporate Incor	credit is only available to t revenue effect penditure	y available for those tax years in which federal funds at the state for this purpose. Given no federal funding, the ect is zero. State Fiscal Years (\$ in Millions) 2022 2023 $20240 0 0$	re made

0

0

0

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

State Tax Expenditure

2.6.030	Tax credit for existing business enterprises undergoing qualified business expansion		
	Statute	§48-7-40.21	
	Year Enacted	2001	
	Year Effective	Latest modifications are applicable to tax years beginning on	
		or after January 1, 2008	
	Data Source DOR data as of TY 2020		
	Estimate Reliability	Class A	
	Data Reliability	Class A	
	Note	The same estimate is provided in the individual income tax section, see 1.6.041.	
	Description: This credit within a tax	applies to businesses that create at least 500 new full-time jobs xable year.	

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	Estimate c	ombined w	ith 2.6.002

2.6.032	Bank Tax Cre	<u>dit</u>					
	Statute		§48-7-29.7				
	Year Enacted		2000				
	Year Effective		2001				
	Data Source		DOR data a	as of TY 2020	0 and IBISV	Vorld industry	y forecasts
	Estimate Reliab	oility	Class B				
	Data Reliability	J.	Class A				
	Note		The same e	stimate is pro	ovided in the	e individual i	ncome tax
			section, see	1.6.043.			
	Description:	· ·				edit against th	
							s license taxes
		-	government	s and any spe	ecial state of	ccupation tax	es paid to the
		state.		~			
					l Years (\$ in		
				2022	2023	2024	
	Income Tax Ex			4	4	4	
	Corporate Inco		nditure	61	59	60	
	State Tax Expe	nditure		65	63	63	
	(m) Denotes a value	of less than \$1 mil	lion. Numbers ma	iy not sum due to	rounding		
2.6.033	Employer tax	credit for hiri	ng qualified	narolees			
	Statute		§48-7-40.3	-			
	Year Enacted		2016	-			
	Year Effective		2016				
	Data Source			as of TY 2020	C		
	Estimate Reliab	oility	Class A				
	Data Reliability	ý	Class A				
	Note		The same e	stimate is pro	ovided in the	e individual in	ncome tax
							hires January
			1, 2020; rer	naining carry	forwards ex	xpire if unuse	d by January
			1, 2024.	<i>.</i> .		_	- •
	Description:	For new hire	es made on o	r after Januai	v 1. 2017. a	and before Jai	nuary 1

Description: For new hires made on or after January 1, 2017, and before January 1, 2020, an employer that employs a qualified parolee in a full-time job for at

least 40 weeks during a 12-month period shall be eligible for an income tax
credit in the amount of \$2,500 per year for each qualified parolee.
State Fiscal Vears (\$ in Millions)

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
Income Tax Expenditure	(m)	(m)	(m)	
Corporate Income Tax Expenditure	(m)	(m)	(m)	
State Tax Expenditure	(m)	(m)	(m)	

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.034 Income Tax Credit for Contributions to Rural Health Care Organizations

Statute		<u>§48-7-29.20</u>
Year Enacted		2016
Year Effective		2017
Data Source		DOR data for 2021
Estimate Relia	oility	Class A
Data Reliability	y	Class A
Note		This statute was modified in 2017 and 2018 to increase
		taxpayer limitations and the credit rate, modify the aggregate
		state cap, and extend the expiration. This statute was modified
		again in 2019 to extend the expiration. The same estimate is
		provided in the individual income tax section, see 2.6.034.
Description:	An individu	al taxpayer shall be allowed an income tax credit equal to a
	maximum o	f \$5,000 for an individual filing a single return or \$10,000 for
	joint returns	. A corporation or other entity shall be allowed an income tax
	credit equal	to a maximum of 75 percent of the corporation's income tax
	liability. The	e aggregate amount of credits cannot exceed \$60 million in any
	year. The pr	ovision expires December 31, 2024.
	_	State Fiscal Years (\$ in Millions)

	State Fiscal Teals (\$ III MIIIIOIIS)		
	2022	2023	2024
Income Tax Expenditure	54	54	54
Corporate Income Tax Expenditure	6	6	6
State Tax Expenditure	60	60	60

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.035 Revitalization Zone Tax Credit

Revitalization	I ZOIIE T ax CI	edit
Statute		§48-7-40.32
Year Enacted		2017
Year Effective		Taxable years beginning on or after January 1, 2018.
Data Source		DOR data for 2020
Estimate Relia	bility	Class B
Data Reliabilit	у	Class A
Note		The same estimate is provided in the individual income tax
		section, see 1.6.046.
Description:	This income	e tax credit is to promote the revitalization of vacant rural
	Georgia dov	vntowns. The statute includes three credits. The first allows
	certified ent	ities to claim an annual tax credit for five consecutive years of
	\$2,000 per d	qualified employee but not to exceed \$40,000 per taxable year
for any taxpayer. The second provides for a credit equal to 25 percent of		
	purchase pr	ice of qualified property up to an amount equal to \$125,000 per
	project. The	third provides for a tax credit of 30 percent of qualified

		rababilitation avo	near but not to ava	and \$150.00	0 per project	
	rehabilitation expenses but not to exceed \$150,000 per project. State Fiscal Years (\$ in Millions)					
			2022	2023	2024	
	State Tax Expe	enditure	(m)	(m)	1	
		of less than \$1 million.	()	(111)		
2.6.036	Georgia Musi	ical Investment Tax	<u>Credit</u>			
	Statute	§48-7	7-40.33			
	Year Enacted	2017				
	Year Effective	Taxa	ble years beginning	g on or after	January 1, 2018	
	Data Source	DOR	data as of TY 202	0		
	Estimate Relia	bility Class	Α			
	Data Reliabilit	y Class	A			
	Note			ovided in the	e individual income tax	
			on, see 1.6.047.			
	Description:	This income tax cr				
		L		*	ce, or a recorded musica	
					ith a movie, television, o	
					al credit equal to 5 perce	
					or tier 2 counties. This	
		credit is repealed e				
				al Years (\$ ir	,	
		11.	2022	2023	2024	
	State Tax Expe	of less than \$1 million.	(m)	(m)	(m)	
	(m) Denotes a value	of less than \$1 million.				
26027	Dublic Educe	tion Innovation Fund	Tou Credit			
<u>2.6.037</u>	Statute	tion Innovation Fund	7-29.21			
	Year Enacted	2017	-29.21			
	Year Effective		hla waara haginnin	r on or ofter	January 1 2019	
	Data Source		ble years beginning		Note for HB 237 LC 33	
	Data Source		S (2017)	0 and Fiscal	Note 101 11D 257 LC 55	
	Estimate Relia					
	Data Reliabilit	2				
	Note	2		ovided in the	e individual income tax	
	1000		on, see 1.6.048.		individual income tax	
	Description:	This income tax cr		tributions to	a qualified Public	
	Description				it varies by personal	
					brate filers are allowed a	
	credit equal to 75 percent of their current income tax liability. The aggregate amount of credits awarded each year may not exceed \$5 million.					
		This credit expires			,	
		real sector of the sector of t		al Years (\$ ir	Millions)	
			2022	2023	2024	
	Income Tax Ex	kpenditure	(m)	(m)	(m)	
		me Tax Expenditure		(m)	(m)	
	State Tax Expe		(m)	(m)	(m)	
		of less than \$1 million Nur				

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.038	Agribusiness Tax Credit						
	Statute		§33-1-25				
	Year Enacted		2017				
	Year Effective		Taxable year	ars beginning	on or after	January 1, 2	2018
	Data Source		DOR data a	as of TY 2020) and Office	e of Insuranc	e and Safety
			Fire Comm	issioner			
	Estimate Reliab	oility	Class B				
	Data Reliability	7	Class B				
	Note		The same e	stimate is pro	ovided in the	e individual	income and
			insurance premium tax sections, see 1.6.049 and 5.00900.				
	Description: This income tax credit is to establish qualified low-income community re				•		
		investment fu					
		eligible investment per year beginning in the third year after the investment				he investment	
		is made and continuing through the sixth year, for a total credit equal to 60					
		percent of the	e eligible in	vestment. The	e credit is n	onrefundabl	e and may not
		be sold but m	nay be carrie	ed forward in	definitely. 7	The amount	of credits
		available is s	ubject to a c	cumulative ca	p of \$100 n	nillion.	
				State Fiscal	l Years (\$ in	n Millions)	
				2022	2023	2024	
	Income Tax Ex	penditure		3	4	3	
	Corporate Incon	ne Tax Expen	diture	1	1	1	
	Insurance Prem	ium Tax Expe	enditure	7	9	7	
	State Tax Exper	nditure		12	15	11	

2.6.039 Railroad Track Maintenance Tax Credit

Kambau maci						
Statute		§48-7-40.34				
Year Enacted		2018				
Year Effective		2019				
Data Source		Fiscal Note for LC 39 2856 (2021)				
Estimate Reliab	oility	Class C				
Data Reliability	2	Class B				
Note		The same estimate is provided in the individual income tax				
		section, see 1.6.050.				
Description:	This income	tax credit is based on maintenance expenditures related to				
•		k owned or leased by Class III railroads. The credit equals				
		f railroad track maintenance expenditures, subject to a				
	1	um credit of \$3,500 per track mile per year. In addition to Class III				
		persons transporting property using a Class III railroad's facilities				
		furnishing railroad-related property or services to a Class III				
	-	e eligible for the credit with respect to maintenance of their				
		ack miles. This credit expires December 31, 2026.				
	assigned that	State Fiscal Years (\$ in Millions)				
		2022 2023 2024				

	2022	2023	2024
State Tax Expenditure	7	7	7
(m) Denotes a value of less than \$1 million			

2.6.040 Reforestation credit for losses incurred on commercial timberland due to hurricane damage Statute \$48-7-40.36

Statute	§48-7-4
Year Enacted	2018
Year Effective	2018

Data Source Estimate Reliab Data Reliability Note	•	DOR data as of Dec 2 Class A Class A The same estimate is p section, see section 1.	provided in th	e individual	income tax
Description:	due to dama replanting re equal to 100 taxpayer's fo \$400 per acr December 3 year in whic hurricane. A can be sold on nonrefundab amount of cr	a credit for casualty lo ge attributed to Hurrica quirements as describe percent of the casualty deral return, provided e. Taxpayers must seek 1, 2019. Taxpayers are in the taxpayer replants Il tax credits must be c once prior to January 1, le but can be carried for edits preapproved may State Fis 2022	sses incurred ne Michael in d below. The loss deduction that the credit preapproval eligible to cla 90 percent of aimed by De- 2024. Credit rward for up not exceed \$ cal Years (\$ i 2023	a the fall of 2 amount of the on reported of t amount doe for the credit in the credit the timber 16 cember 31, 2 s claimed are to 10 years. 7 200 million. n Millions) 2024	018, subject to ne credit is n the s not exceed t on or before t in the taxable ost in the 024. Credits
Income Tax Ex	penditure	16	10	6	

11

6

4

10

State Tax Expenditure2716(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.041 Qualified Post-Production Expenditures Credits

Corporate Income Tax Expenditure

<u>v</u> aumite i ob	110000	
Statute		48-7-40.26A
Year Enacted		2017
Year Effective		2018
Data Source		DOR data as of TY 2020
Estimate Reliab	oility	Class A
Data Reliability	1	Class A
Note		The same estimate is provided in the individual income tax
		section, see section 1.6.052.
Description:	Postproduct	ion companies with at least \$500,000 in qualified
	postproducti	ion expenditures per year will be eligible for a credit equal to 20
	percent of th	ne qualified postproduction expenditures. An additional 10
	percent cred	it is allowed if the qualified production expenditures were
	incurred in t	he state. An additional 5 percent credit is allowed if the
	qualified pro	oduction expenditures were incurred in a tier 1 or tier 2 county.
	The value of	f credits awarded is limited to a maximum of \$10 million for
	2018 throug	h 2022. If in any year the aggregate amount of credits allowable
	is not award	ed, the remaining credits will be rolled in the allowable credits
	for the follo	wing year. Postproduction companies with expenditures
	between \$10	00,000 and \$500,000 per year are eligible for a separate credit
	equal to 20 j	percent of the qualified postproduction expenditures. Aggregate

annual claims on this credit are limited to \$1 million. The \$1 million small company credit limit does not count against the credit limit for the large company credit discussed above. No credits shall be earned in years after 2022.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
Income Tax Expenditure	7	6	5	
Corporate Income Tax Expenditure	1	1	1	
State Tax Expenditure	8	7	6	

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

2.6.042 Personal protective equipment manufacturer job tax credit

	Statute		§48-7-40.1A
•	Year Enacted		2020
•	Year Effective		Taxable years beginning on or after January 1, 2020
]	Data Source		DOR data as of TY 2021
]	Estimate Reliab	ility	Class A
]	Data Reliability		Class A
]	Note		The same estimate is provided in the individual income tax
			section, see section 1.6.053.
]	Description:	.	stective equipment manufacturers that qualify for the Georgia
		job tax credi	it (see 1.6.012/2.6.001/5.00200) may earn \$1,250 per for each
		qualifying n	ew job in addition to the amounts earned under the existing job
		credit. No cr	redits shall be earned for jobs created after 2024.
			State Fiscal Years (\$ in Millions)

	2022	2023	2024		
State Tax Expenditure	(m)	(m)	(m)		
(m) Denotes a subset of loss then \$1 million. Normhans many not some den to norm din a					

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

Medical equipment, medical supplies, pharmaceuticals, and medicine manufacturers job 2.6.043 tax credit Data Source Fiscal Note for HB 587 LC 43 2010S (2021) and DOR data as of TY 2021 **Estimate Reliability** Class A Data Reliability Class B Note The same estimate is provided in the individual income tax section, see section 1.6.054. **Description:** Medical equipment and supply manufacturers, and pharmaceutical and medicine manufacturers that qualify for the Georgia job tax credit (see 1.6.012/2.6.001/5.00200) may earn \$1,250 per for each qualifying new job in addition to the amounts earned under the existing job credit. State Fiscal Years (\$ in Millions)

	2022	2023	2024
State Tax Expenditure	0	4	3

(m) Denotes a value of less than \$1 million. Numbers may not sum due to rounding

<u>2.6.044</u>	Qualified Foster Child Dor	nation Credit
	Statute	§48-7-29.24
	Year Enacted	2022
	Year Effective	Taxable years beginning on or after January 1, 2023
	Data Source	Fiscal note for SB 370 43 2189 (2022)
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	The same estimate is provided in the individual income tax
		section, see section 1.6.056.

Description: This credit is equal to 100 percent of qualified donations paid by the taxpayer to approved foster child support organizations. Organizations are approved by The Georgia Department of Humans Services qualifies programs for purposes of the program. Credits are nonrefundable, and any unutilized credits can be carried forward for up to five years. The amount of credits is subject to a statewide cap of \$20 million enforced through an annual credit preapproval process.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	0	0	14
(m) Demotes a surface of loss them $(1, m)$			

(m) Denotes a value of less than \$1 million.

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2.6.045	Qualified Lav	w Enforcemen	t Donation Cred	it			
	Statute		§48-7-29.25				
	Year Enacted		2021				
	Year Effective		Taxable years	beginning	on or after	January 1, 2	.023
	Data Source		Fiscal note for	SB361 LC	C 43 2159 (2	2022)	
	Estimate Relia	bility	Class A				
	Data Reliabilit	у	Class A				
	Note		The same estin	nate is pro	vided in the	e individual	income tax
			section, see sec	ction 1.6.0	57.		
	Description:	This credit i	is equal to 100 p	ercent of q	ualified do	nations paid	by the
		taxpayer to	qualified law en	forcement	foundation	s. The credit	s are
		nonrefundal	ble, and any unu	tilized crea	dits can be o	carried forwa	ard for up to
		five years. 7	The amount of cr	edits is su	bject to a st	atewide cap	of \$75
		million enfo	orced through an	annual cre	edit preappr	oval process	5.
			S	tate Fiscal	Years (\$ in	Millions)	
				2022	2023	2024	
	State Tax Expe	enditure		0	0	51	
	(m) Denotes a value	of less than \$1 mil	llion				

(m) Denotes a value of less than \$1 million.

3. Corporate Net Worth Tax

Georgia imposes a tax on the net worth of corporations doing business or owning property in the state. The net worth of foreign corporations subject to the Georgia tax is based upon the ratio of assets in Georgia and gross receipts in Georgia to total assets and gross receipts. The tax is graduated based upon the taxable net worth of the corporation, but with no tax on corporations with less than \$100,000 of net worth.

The tax is administered by the Georgia DOR. Revenues from this tax totaled \$57.9 million in FY 2021. All revenues from this tax are deposited into the State General Fund.

<u>3.003</u>	Exemption for corporations with net worth of \$100,000 or less						
	Statute	_	§48-13-71				
	Year Enacted		2017				
	Year Effective		Tax years be	eginning on	or after Janu	uary 1, 2018	
	Data Source	Fiscal Note	SB 133/LC	40 1296 for	2017		
	Estimate Relia	Class A	Class A				
	Data Reliabilit	у	Class A				
	Note	-					
	Description:	The statute i	increases the	threshold ne	t worth valu	e with regar	ds to the Net
	-		Corporations [•]			-	
	exempted from the net worth tax.						
	State Fiscal Years (\$ in Millions)						
				2022	2023	2024	
	State Tax Expe	enditure		5	6	6	

(m) Denotes a value of less than \$1 million

Corporate net worth tax expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
3.001	§48-13-72	Exemption for nonprofit corporations
3.002	§48-13-72	Exemption for insurance companies separately taxed

4. Sales and Use Tax

The sales and use tax was first enacted in Georgia in 1951 at a rate of 3 percent. The rate was increased to its current rate of 4 percent in 1989. The sales tax base consists of retail sales, leases, rentals, use or consumption of tangible personal property. In addition to the state sales tax, local governments are authorized to impose an assortment of local option sales taxes. In most counties, the local sales taxes imposed consist of a combination of a Local Option Sales Tax (LOST), Special Purpose Local Option Sales Tax (SPLOST) and/or an Educational Special Purpose Local Option Sales Tax (E-SPLOST) with tax rates of 1 percent for each. A total of 96 counties plus the city of Atlanta have also implemented a sales tax dedicated to transportation purposes (T-SPLOST) as of October 2020, with tax rates of 1 percent except for Atlanta and Fulton County outside of Atlanta where the T-SPLOST rates are 1.4 and 0.75 percent respectively. In addition, Atlanta levies another 1 percent sales tax to cover expenses related to sewer repairs, two counties levy a 1 percent Homestead Option Sales Tax (HOST), and three counties and the city of Atlanta levy sales taxes dedicated to funding the Metropolitan Atlanta Rapid Transit Authority (MARTA), with rates of 1 percent except in Atlanta where the rate is 1.5 percent.

In general, the local tax base is consistent with the state sales tax base, which is defined to include mainly tangible personal property. The major exception is food for home consumption, which is included in the local sales tax base, but is exempted from the state tax. Services, with a few exceptions, are generally excluded from both the state and the local tax base. This report provides estimates of some services that are implicitly exempt from the sales tax by virtue of not being tangible personal property. Lastly, this report categorizes each sales tax expenditure by type to allow the reader to distinguish between tax expenditures, such as those for business inputs, that are provided for reasons of reducing economic distortions from those provided on the basis of more societal reasons.

The tax is administered by the Georgia DOR. The sales tax is remitted to the Georgia DOR by the retailer and the use tax is remitted by the consumer in cases where the retailer does not collect and remit sales tax. In FY 2021, the state sales and use tax generated \$6.9 billion in state revenues and accounted for approximately 25.7 percent of total state tax revenues. All proceeds from the state sales and use tax, net of vendor compensation, are deposited into the State General Fund.

4.0-4.3 Sales and Use Tax Exemptions

4 00 400	Salas of transpo	ntation from	ahad hy a aay	unter on marin	ainal muhlia	trongit avators	on nublic
<u>4.00400</u>	Sales of transportation furnished by a county or municipal public transit system or public transit authorities						
	Statute	28	810 0 2(1)				
	Year Enacted		§48-8-3(4)				
	Year Effective		1968				
			1968 National Tra	mait Dataha			
	Data Source	•,	National Tra	ansit Databas	se		
	Estimate Reliabil	ity	Class B				
	Data Reliability		Class A		4.00500		
	Note	~ • •	Estimate con				0
	-	•			•	f their operatior	•
			•	v 1		thorities or cha	<u> </u>
						es for the transp	portation
	(of passenger	s upon their c	-			
					l Years (\$ in		
				2022	2023	2024	
	State Tax Expend			7	8	9	
	Local Tax Expen			5	6	6	
	(m) Denotes a value of	less than \$1 mill	lion				
<u>4.00500</u>	Sales of transpo	rtation furni		pproved and	authorized u	<u>urban transit sys</u>	stem
	Statute		§48-8-3(5)				
	Year Enacted		1970				
	Year Effective		1970				
	Data Source		National Tra	ansit Databas	se		
	Estimate Reliabil	ity	Class B				
	Data Reliability		Class A				
	Note						
	Description: H	Fares and ch	arges, except	charges for	charter or si	ghtseeing servi	ce,
	C	collected by	an urban tran	isit system fo	or the transp	ortation of pass	engers.
				State Fisca	l Years (\$ in	Millions)	
				2022	2023	2024	
	State Tax Expendence			Estimate co	ombined wit	h 4.00400	
	(m) Denotes a value of	less than \$1 mill	lion				
<u>4.00600</u>	Sales to any Ho	spital Autho	•	y Georgia la	<u>aw</u>		
	Statute		§48-8-3(6)				
	Year Enacted		1976				
	Year Effective		1976				
	Data Source		U		0	get and Centers	for
			Medicaid an	d Medicare	Services		
	Estimate Reliabil	ity	Class B				
	Data Reliability		Class B				
	NT-4-		Estimate	1 . 1 .1	4 00700		

Estimate combined with 4.00700

Sales to any hospital authority created by Article 4 of Chapter 7 of O.C.G.A. Title 31.

Note

Description:

				State Fiscal Years (\$ in Millions)			
				2022	2023	2024	
	State Tax Expe	nditure		Estimate co	mbined with	h 4.00700	
	(m) Denotes a value	of less than \$1 mil	lion				
<u>4.00610</u>	10 Sales to any Housing Authority created by Georgia law						
	Statute		§48-8-3(6.	1)			
	Year Enacted		1999				
	Year Effective		1999				
	Data Source		Georgia De	epartment of C	Community .	Affairs and the America	ın
			Communit	y Survey			
	Estimate Reliab	oility	Class C				
	Data Reliability	/	Class A				
	Note						
	Description: Sales to any housing authority created by Artic				by Article	le 1 of Chapter 3 of	
		O.C.G.A. Ti	itle 8.				
	State Fiscal Years (\$ in Millions)			Millions)			
				2022	2023	2024	
	Ctata Tar Erras	a diama		2	2	2	

	2022	2025	2021
State Tax Expenditure	2	2	2
Local Tax Expenditure	1	1	1
(m) Denotes a value of less than \$1 million			

4.00620 Sales to local government authorities created on or after January 1, 1980, for the principal

purpose of constructing, owning, or operating a coliseum and related facilities			
Statute		§48-8-3(6.2)	
Year Enacted		2002	
Year Effective		2002	
Data Source		Georgia Department of Community Affairs	
Estimate Reliability		Class B	
Data Reliability		Class B	
Note			
Description: Sales to local government authorities created on or after January 1, 198			
-	for the principal purpose of constructing, owning, or operating a coliseum		

and related facilities.

	State Fisca	State Fiscal Years (\$ in Millions)		
	2022	2023	2024	
State Tax Expenditure	(m)	(m)	(m)	
Local Tax Expenditure	(m)	(m)	(m)	

(m) Denotes a value of less than \$1 million

4.00630 Sales to any agricultural commission created by the Department of Agriculture

Statute	.	<u>§48-8-3(6.3)</u>		
Year Enacted		2002		
Year Effective		2002		
Data Source		Georgia Department of Agriculture and the Georgia Office of		
		Planning and Budget		
Estimate Reliability		Class C		
Data Reliability	y	Class C		
Note				
Description:	Sales to any	agricultural commission created by the Department of		
	Agriculture			
	State Fiscal Years (\$ in Millions)			
--	-------------------------------------	------	------	--
	2022	2023	2024	
State Tax Expenditure	(m)	(m)	(m)	
Local Tax Expenditure	(m)	(m)	(m)	
(m) Denotes a value of less than \$1 million				

4.00700 Sales of tangible personal property and services to an approved nursing home, inpatient hospice, general hospital or mental hospital when used specifically in the treatment function

<u>function</u>					
Statute	§48-8-3	(7)			
Year Enacted	1971				
Year Effective	1971				
Data Source	Georgia	Office of Planni	ng and Buo	lget and Cen	ters for
	Medicai	id and Medicare	Services		
Estimate Reliab	ility Class B				
Data Reliability	Class B				
Note	Estimate	e combined with	4.00600		
Description:	Sales of tangible pers	onal property and	d services t	o an approve	d non-profit
	nursing home, inpatie	ent hospice, gene	ral hospital	or mental ho	ospital when
	used specifically in th	ne treatment func	tion and us	ed exclusive	ly by the
	facility.				
		State Fiscal	Years (\$ in	n Millions)	
		2022	2023	2024	
State Tax Exper	nditure	148	158	167	

	2022	2023	2024
State Tax Expenditure	148	158	167
Local Tax Expenditure	111	118	125
(m) Denotes a value of less than \$1 million			

(m) Denotes a value of less than \$1 million

4.00705 Sales of tangible personal property to a non-profit health center established and receiving funds pursuant to the U.S. Public Health Service Act

<u>runus pursuant to the 0.5.1</u>	done fredrin bervice fret
Statute	§48-8-3(7.05)
Year Enacted	2015
Year Effective	2015
Data Source	Fiscal Note for HB 426 LC 34 4527 for 2015
Estimate Reliability	Class C
Data Reliability	Class B
Note	This exemption was eliminated in 2010 and reinstated in
	2015. In 2019, this provision was extended until June 30,
	2024.
Description: Sales of tank	vible personal property to a non-profit health center Established

Sales of tangible personal property to a non-profit health center Established Description: and receiving funds pursuant to the U.S. Public Health Service Act. State Fiscal Vears (\$ in Millions)

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	4	4	4	
Local Tax Expenditure	3	3	4	

(m) Denotes a value of less than \$1 million

-

4.00710 Sales of tangible personal property and services to a nonprofit organization whose primary function is to provide services to persons with intellectual disabilities

Statute	§48-8-3(7.1)
Year Enacted	2001

Year Effective Data Source Estimate Reliab	bility	2002 U.S. Econo Class C	omic Census a	and America	an Community	y Survey
Data Reliability Note	7	Class A				
Description:	the primary intellectual organization	function of v lisabilities, v under the In	which is the p when such or nternal Rever n the State Re	provision of ganization is nue Code an		rsons with t
State Tax Expe	nditure		1	1	1	
Local Tax Expe			1	1	1	
(m) Denotes a value Statute Year Enacted Year Effective Data Source Estimate Reliab Data Reliability	<u>gia Society of</u> pility		2)	<u>erican Revo</u>	<u>lution</u>	
Note Description:	State Societ exempt under determination	y of the Dau er IRS Code	ghters of the Section 501(1 the State Re State Fisca 2022	American R c)(3) and ob evenue Com l Years (\$ in 2023	n Millions) 2024	ich is tax
State Tax Expe			(m)	(m)	(m)	
Local Tax Expe		lion	(m)	(m)	(m)	
(iii) Denotes a Value	or iess than \$1 mil	шон				

<u>4.00720</u>

<u>4.00730</u>	Sales of tangible property and services to a nonprofit volunteer health clinic primarily					
	treating patients with incomes below 200 percent of the poverty level					
	Statute §48-8-3(7.3)					
	Year Enacted 2015					
	Year Effective 2015					
	Data Source Fiscal Note for HB 426 LC 34 4527 for 2015					
	Estimate Reliability	Class C				
	Data Reliability Class C					
	Note This exemption was eliminated in 2010 and reinstated i					
		2015.				

Description: Sales of tangible personal property and services to a nonprofit volunteer health clinic primarily treating patients with incomes below 200 percent of the poverty level and when the item sold is used exclusively for general treatment function.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	2	2	2	
Local Tax Expenditure	2	2	2	
(m) Denotes a value of less than \$1 million				

(iii) Denotes a value of less than of minion

4.00800 Sales of tangible personal property and services to the University System of Georgia and its educational units

no caacanonar ar	110
Statute	§48-8-3(8)
Year Enacted	1963
Year Effective	1963
Data Source	University System of Georgia Annual Financial Report
Estimate Reliabilit	y Class B
Data Reliability	Class A
Note	Estimate combined with 4.00900
Description: Sa	ales of tangible personal property and services to the University System of
G	eorgia and its educational units.
	State Fiscal Years (\$ in Millions)

	State Piscal Teals (\$ III WIIII0115)		
	2022	2023	2024
State Tax Expenditure	45	44	42
Local Tax Expenditure	38	37	36

(m) Denotes a value of less than \$1 million

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4.00900 Sale of tangible personal property and services used exclusively in the educational function of an approved private college or university located in Georgia in which the credits are accepted by the University System of Georgia Statute §48-8-3(9) Year Enacted 1966 Year Effective 1966 Data Source University System of Georgia Annual Financial Report **Estimate Reliability** Class C Data Reliability Class C Note Estimate combined with 4.00800 **Description:** Sales of tangible personal property and services used exclusively in the educational function of an approved private college or university located in Georgia whose credits are accepted by the University System of Georgia. State Fiscal Years (\$ in Millions) 2022 2022 2024

	2022	2023	2024
State Tax Expenditure	Estimate c	ombined wi	th 4.00800
(m) Denotes a value of less than \$1 million			

(m) Denotes a value of less than \$1 million

4.01000 Sales of tangible personal property and services used exclusively in the educational function of an approved private elementary or secondary school

Statute	§48-8-3(10)
Year Enacted	1968
Year Effective	1968
Data Source	The National Center for Education Statistics and the Georgia
	Department of Education
Estimate Reliability	Class C
Data Reliability	Class C

Note

Description: Sales of tangible personal property and services used exclusively in the educational function of an approved private elementary or secondary school State Fiscal Years (\$ in Millions)

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	5	6	6
Local Tax Expenditure	5	5	5

(m) Denotes a value of less than \$1 million

<u>4.01100</u>	Sale of tangible personal property or services to, and the purchase of tangible personal
	property or services by, any educational or cultural institute

property or se	rvices by, any	educational or cultura	al institute		
Statute		§48-8-3(11)			
Year Enacted		1968			
Year Effective		1968			
Data Source		Fiscal Note for HB 4	45/LC 34 457	1S for 2015	
Estimate Reliab	oility	Class A			
Data Reliability	y	Class A			
Note					
Description:	Sales of tangible personal property or services to, and the purchase of tangible personal property or services by, any educational or cultural institute which: (A) Is tax exempt under Section 501(c)(3) of the Internal Revenue Code; (B) Furnishes at least 50 percent of its programs through universities and other institutions of higher education in support of their educational programs; (C) Is paid for by government funds of a foreign country; and (D) Is an instrumentality, agency, department, or branch of a foreign government operating through a permanent location in this state. State Fiscal Years (\$ in Millions) 2022 2023 2024				
State Tax Expe	nditure	(m)	(m)	(m)	
Local Tax Exp	enditure	(m)	(m)	(m)	
() D (1	A1 A A1				

(m) Denotes a value of less than \$1 million

4.01200 School lunches sold and served to pupils and employees of public schools

Statute	§48-8-	3(12)	•		
Year Enacted	1953				
Year Effective	1953				
Data Source	Georg	ia School Nutrition	n Associatio	on and the G	eorgia
	Depar	ment of Education	n		-
Estimate Reliabil	lity Class	В			
Data Reliability	Class	В			
Note					
Description:	Food, food ingredie	nts, and prepared	food sold ar	nd served to j	pupils and
(employees of public	c schools.			
		State Fisca	l Years (\$ in	n Millions)	
		2022	2023	2024	
State Tax Expendence	diture	(m)	7	7	

5

5

 State Tax Expenditure
 (m)

 Local Tax Expenditure
 (m)

<u>4.01300</u>	School lunches sold and served to pupils and employees of approved private schools						
	Statute		§48-8-3(13))		_	
	Year Enacted	1967					
	Year Effective		1967				
	Data Source		Georgia Scl	hool Nutritio	n Associatio	on and the N	ational Center
			of Educatio	n Statistics			
	Estimate Reliability Clas						
	Data Reliability		Class B				
	Note						
	Description: H	Food, food i	ngredients, a	nd prepared	food sold an	d served to	pupils and
	e	employees o	of approved p	rivate eleme	ntary and se	condary sch	ools
				State Fisca	l Years (\$ in	Millions)	
				2022	2023	2024	
	State Tax Expend	liture		(m)	1	1	
	Local Tax Expen	diture		(m)	(m)	(m)	

4.01400 Sales of art and other artifacts for display or exhibition to museums

Statute	§48-8-3(14)
Year Enacted	1973
Year Effective	1973
Data Source	U.S. Economic Census and IRS Form 990 data
Estimate Reliab	bility Class C
Data Reliability	Class B
Note	
Description:	Sales of art and anthropological, archeological, geological, horticultural, or zoological objects or artifacts and other similar tangible personal property to or for the use by any museum or organization which is tax exempt under Section 501(c)(3) of the Internal Revenue Code of such tangible personal property for display or exhibition in a museum within this state State Fiscal Years (\$ in Millions)

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)

(m) Denotes a value of less than \$1 million

4.01500 Specific fundraising sales by any religious institution lasting no more than 30 days in a calendar year and sales of religious paper when the paper is owned and operated by the religious institution

	<u>rengious msui</u>	ution	
Statute			§48-8-3(15B)
Year Enacted			1953
	Year Effective		1953
	Data Source		National Center for Charitable Statistics
	Estimate Reliab	oility	Class C
	Data Reliability	7	Class B
	Note		
	Description:	operated by profit from t	religious paper in this state when the paper is owned and religious institutions or denominations and no part of the net he operation of the institution or denomination inures to the y private person. Exempt sales must occur during a fundraising

activity with a duration that does not exceed 30 days in any calendar year. State Fiscal Years (\$ in Millions)

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	1	1	1	
Local Tax Expenditure	(m)	(m)	(m)	
(m) Denotes a value of less than \$1 million				

(m) Denotes a value of less than \$1 million

Sales of pipe organs or steeple bells to any church qualifying as a nonprofit <u>4.01510</u>

Statute	<u>§48-8-3(15.1)</u>
Year Enacted	2001
Year Effective	2001
Data Source	The Atlanta Chapter for The American Guild of Organists
Estimate Reliability	Class C
Data Reliability	Class C
Note	
Description: Sales of	pipe organs or steeple bells to any church qualifying as a nonprofit.
	State Fiscal Years (\$ in Millions)

	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)
(m) Denotes a value of less than \$1 million			

(m) Denotes a value of less than \$1 million

Sales of fuel or consumable supplies used by ships engaged in inter-coastal or foreign 4.01700

commerce		
Statute		§48-8-3(17)
Year Enacted		1951
Year Effective		1951
Data Source		U.S. Energy Information Administration and the U.S.
		Department of Energy
Estimate Reliab	ility	Class B
Data Reliability		Class A
Note		
Description:	Sales of fuel	or consumable supplies used by ships engaged in inter-coastal
	a ·	

or foreign commerce.

-	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	7	9	9
Local Tax Expenditure	5	6	6

(m) Denotes a value of less than \$1 million

4.02000 Water delivered through water mains, lines, or pipes

Statute	§48-8-3(20)
Year Enacted	1966
Year Effective	1966
Data Source	U.S. Census and the Consumer Expenditure Survey
Estimate Reliability	Class C
Data Reliability	Class C
Note	
Description: The sale of pipes.	of water delivered to consumers through water mains, lines, or

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	32	32	32
Local Tax Expenditure	26	27	27
(m) Denotes a value of less than \$1 million			

4.02200 Professional, insurance or personal service transactions which involve sales as inconsequential elements for which no separate charge is made

meonsequential ciements	tor which no se
Statute	§48-8-3(22)
Year Enacted	1951
Year Effective	1951
Data Source	NA
Estimate Reliability	Class A
Data Reliability	Class A
Note	

Description: Professional, insurance or personal service transactions which involve sales as inconsequential elements for which no separate charge is made.

State Fiscal Years (\$ in Millions)		
2022	2023	2024
See expenditure estimate for		
4.5050		
See expenditure estimate for		mate for
4.5050		
	2022 See expe	20222023See expenditure esti4.5050See expenditure esti

(m) Denotes a value of less than \$1 million

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4.02300 Repair services when a separate charge is made to the customer

Statute	§48-8-3(23)
Year Enacted	1951
Year Effective	1951
Data Source	NA
Estimate Reliability	Class A
Data Reliability	Class A
Note	
Description: Repair ser	vices when a separate charge is made to the customer.
	State Fiscal Years (\$ in Millions)
	2022 2023 2024
State Tax Expenditure	See expenditure estimate for
_	4.5110
Local Tax Expenditure	See expenditure estimate for
	4.5110

(m) Denotes a value of less than \$1 million

4.02400 Rental of videotape or film to persons charging admission to view the tape or film

§48-8-3(24)
1989
1989
US Economic Census and Nash Information Services Box
Office Data
Class C
Class C

Note

Description: Rental of videotape or film to persons charging admission to view the tape or film.

		State Fiscal Years (\$ in Millions)		
2022	2023	2024		
3	4	5		
2	3	4		
	2022 3 2	$ \begin{array}{r} 2022 & 2023 \\ 3 & 4 \\ 2 & 3 \end{array} $		

(m) Denotes a value of less than \$1 million

<u>4.03000</u>	Vehicles purchased by service-connected disabled veterans when the U.S. Dept. of
	Veterans Affairs supplies a grant to purchase a specially adapted the vehicle

veteralis Alla	<u>ins supplies a</u>	grant to purchase a specially adapted the vehicle
Statute		§48-8-3(30)
Year Enacted		1972
Year Effective		1972
Data Source		The Department of Veteran Affairs
Estimate Reliab	oility	Class A
Data Reliability	/	Class A
Note		
Description:	veteran rece	a vehicle to a service-connected disabled veteran when the ived a grant from the United States Department of Veterans urchase and specially adapt the vehicle to the veteran's
		State Fiscal Years (\$ in Millions)
		2022 2023 2024
State Tax Expe	nditure	(m) (m) (m)

	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)

(m) Denotes a value of less than \$1 million

4.03420 Machinery and equipment used directly to remanufacture certain aircraft engines or aircraft engine parts

§48-8-3(34.2)
1996
1996
Fiscal Note for HB 933 LC 40 0540 for 2014
Class B
Class A

Description: Machinery and equipment used directly to remanufacture certain aircraft engines or aircraft engine parts or components in a remanufacturing facility. State Fiscal Years (\$ in Millions)

	State Piscal Tears (\$ III WIIII0115)		
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)
(m) Denotes a value of less than \$1 million			

(m) Denotes a value of less than \$1 million

4.03600 Machinery and equipment used in a facility for the primary purpose of reducing or eliminating air and water pollution

emmaning an and	water pontation
Statute	§48-8-3(36)
Year Enacted	1972
Year Effective	1972

Data Source Estimate Reliab Data Reliability	•
Note	
Description:	Machinery and equipment or any repair or replacement component used in a facility for the primary purpose of reducing or eliminating air and water pollution
	\mathbf{C} (\mathbf{r}) \mathbf{F} (\mathbf{r}) \mathbf{V} (\mathbf{r}) \mathbf{V} (11) (\mathbf{r})

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)

<u>4.03800</u> Sale of tangible personal property and fees and charges for services by the Rock Eagle 4-H Center

e e inter	
Statute	§48-8-3(38)
Year Enacted	1976
Year Effective	1976
Data Source	Fiscal Note for HB 445/LC 34 4571S for 2015
Estimate Reliabili	ity Class A
Data Reliability	Class A
Note	
Description: S	Sale of tangible personal property and fees and charges for services by the
	Deals Facile 4 II conten

Rock Eagle 4-H center.

	State Fisca	ll Years (\$ in	n Millions)
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)

(m) Denotes a value of less than \$1 million

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<u>Certain sales by a public or private school of tangible personal property, concessions, and</u> tickets for admission to school functions 4.03900

tickets for admission to school functions						
Statute		§48-8-3(39))			
Year Enacted		1994				
Year Effective		1994				
Data Source		Georgia De	partment of	Education, 1	IRS Form 99	0 data, and the
		National Hi	gh School A	Athletic Asso	ociation	
Estimate Relia	bility	Class C	-			
Data Reliabilit	у	Class C				
Note						
Description:	Sales by an	y public or pr	ivate school	containing	any combina	tion of grades
	kındergarte	n through 12	of tangible p	property, cor	ncessions, or	tickets for
	•	÷	U 1	· ·		tickets for proceeds from
	admission t	÷	ent or functi	on, provided	l that the net	proceeds from
	admission t	o a school eve	ent or function for the ben	on, provided	l that the net school or its	proceeds from
	admission t	o a school eve	ent or function for the ben	on, provided efit of such	l that the net school or its	proceeds from
State Tax Expe	admission t such sales a	o a school eve	ent or function for the ben State Fisca	on, provided efit of such al Years (\$ i	l that the net school or its n Millions)	proceeds from

<u>4.04000</u>	Sale of major components or repair parts installed in military aircraft, vehicles, or missiles		
	Statute	_	§48-8-3(40)
	Year Enacted Year Effective Data Source Estimate Reliability		1965
			1965
			USASpending.gov and the U.S. Economic Census
			Class C
	Data Reliabilit	У	Class C
	Note		
	Description:	Sale of maj vehicles, or	or components or repair parts installed in military aircraft, missiles.
			\mathbf{C}_{i} (\mathbf{T}_{i}) 1 X (ϕ) \mathbf{M}_{i} ()

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	28	31	33
Local Tax Expenditure	24	26	28

4.04100 Sale of tangible personal property and services to a nonprofit child-caring institution, child-placing agency, or maternity home

child-placing a	gagency, or maternity home				
Statute		§48-8-3(41)			
Year Enacted		2004			
Year Effective		2004			
Data Source		U.S. Economic Cen	isus		
Estimate Reliab	oility	Class B			
Data Reliability	/	Class B			
Note					
Description:	Sales of tangible personal property and services to a child-carin as defined in paragraph (1) of O.C.G.A §49-5-3; a child-placing defined in paragraph (2) of O.C.G.A. §49-5-3, or maternity hon in paragraph (14) of O.C.G.A. §49-5-3, when such institution, a home is engaged primarily in providing child services and is a r tax-exempt organization under Section 501(c)(3) of the IRS rev Also includes sales from certain Fundraising activities (limited per year).		cing agency as nome as defined n, agency, or a non-profit, revenue code.		
		State I	Fiscal Year	s (\$ in Millions)	
		202	2 202	23 2024	
State Tax Expe	nditure	1	1	1	_

1

1

1

Local Tax Expenditure (m) Denotes a value of less than \$1 million

<u>4.04300</u> Revenues from coin-operated amusement machines for which individual permits are

	required	
	Statute	§48-8-3(43)
	Year Enacted	1992
	Year Effective	1993
]	Data Source	Georgia Lottery Commission Annual Report
]	Estimate Reliability	Class C
]	Data Reliability	Class B
I	Note	
]	Description: Gross reven	ue generated from all bona fide coin-operated an
	-	č

on: Gross revenue generated from all bona fide coin-operated amusement machines which vend or dispense music or are operated for skill,

amusement, entertainment, or pleasure.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	48	50	52	
Local Tax Expenditure	40	42	44	
(m) Denotes a value of less than \$1 million				

(m) Denotes a value of less than \$1 million

Sale of tangible personal property or taxable services to nonprofit blood banks 4.04600

Statute	§48-8-3(46)	
Year Enacted	1980	
Year Effective	1980	
Data Source	U.S. Economic Census and IRS 990 Form Data	
Estimate Reliability	Class C	
Data Reliability	Class B	
Note		
Description: Sale to ce	ertain blood banks having a nonprofit status according to Section	
501(c)(3) of the IRS revenue code.		

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	1	1	1	
Local Tax Expenditure	1	1	1	

(m) Denotes a value of less than \$1 million

<u>4.04700</u> Sale of drugs dispensed by prescription, prescription glasses, contact lenses, contact lens samples and sales or use of certain controlled substances or dangerous drugs

Statute		§48-8-3(47)				
Year Enacted		1984				
Year Effective		1985				
Data Source		State Health Exp	enditu	res from the	Centers for I	Medicare and
		Medicaid Servic	es			
Estimate Relial	oility	Class B				
Data Reliability	7	Class B				
Note						
the treatment prescription treatment of pharmaceuti equipment of of a clinical Note: This e		use of drugs that are la ment of natural person tion contact lens samp nt of natural persons w ceutical manufacturers ent dispensed or distril ical trial approved by his exemption does no nal use, or non-prescrip Sta	ns; pres ples; dru vithout or dist outed w the FD t includ ption e	cription eyeg ugs dispensal charge to phy ributors; dru vithout charg A or an insti le over-the-c	glasses and c ole by prescr ysicians, hos gs and durat e solely for tutional revi ounter drugs	contact lenses; ription for the spitals, etc. by ble medical the purposes ew board.
		2	022	2023	2024	

	2022	2023	2024
State Tax Expenditure	486	509	534
Local Tax Expenditure	409	429	450
(m) Denotes a value of less then \$1 million			

(m) Denotes a value of less than \$1 million

4.04800 Sale of crab bait to licensed commercial fishermen §48-8-3(48) Statute

Year Enacted	1985
Year Effective	1985
Data Source	Georgia Department of Natural Resources and the U.S.
	Economic Census
Estimate Reliability	Class C
Data Reliability	Class C
Note	

Description: Sale of crab bait to licensed commercial fisherman.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	(m)	(m)	(m)	
Local Tax Expenditure	(m)	(m)	(m)	
(m) Denotes a value of less than \$1 million				

(m) Denotes a value of less than \$1 million

4.05000 Sale of insulin syringes and blood glucose level measuring strips dispensed without a prescription

prescription			
Statute		§48-8-3(50)	
Year Enacted		1986	
Year Effective		1986	
Data Source		The Centers for Disease Control and Prevention and the	
		Medical Expenditures Panel Survey	
Estimate Reliab	oility	Class C	
Data Reliability	7	Class C	
Note			
Description:		d measuring devices, monitoring equipment, or insulin delivery	
systems used exclusively by diabetics; insulin, insulin syringes and bl			
glucose monitoring strips; when dispensed without a prescription.			
		State Figure (S in Millione)	

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	12	13	14	
Local Tax Expenditure	10	11	12	

(m) Denotes a value of less than \$1 million

<u>4.05100</u> Sale of oxygen when prescribed by a licensed physician

Statute	§48-8-3(51)				
Year Enacted	1986				
Year Effective	1986				
Data Source	The Medical Exp	penditu	re Panel Sur	vey and The	Departmen
	of Health and Hu	uman Se	ervices		-
Estimate Reliability	Class C				
Data Reliability	Class A				
Note					
Description: Sale of	oxygen when prescrib	ed by a	licensed phy	ysician.	
	Sta	te Fisca	l Years (\$ in	n Millions)	
	2	022	2023	2024	
State Tax Expenditure		1	1	1	
Local Tax Expenditure		1	1	1	

4.05200	Sale or use of hearing aids	
	Statute	§48-8-3(52)
	Year Enacted	1986
	Year Effective	1986
	Data Source	Medical Expenditure Panel Survey and Healthy Hearing
		Review
	Estimate Reliability	Class A
	Data Reliability	Class B
	Note	

Description: Exempts the sale or use of approved hearing aids from sales and use tax.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	6	6	6	
Local Tax Expenditure	4	5	5	

(m) Denotes a value of less than \$1 million

<u>4.05300</u>	Transactions	where food st	tamps or WIC coupons are used as the method of payment
	Statute Year Enacted Year Effective Data Source Estimate Reliability		§48-8-3(53)
			1986
			1987
			U.S. Food and Nutrition Service and the U.S. Department of
			Agriculture
			Class B
	Data Reliabilit	У	Class A
	Note		
	Description:	Sales tax is	not applied on items purchased using food stamps or WIC
		coupons.	
			State Fiscal Years (\$ in Millions)

	State Fiscal Tears (5 III Millions)		
	2022	2023	2024
State Tax Expenditure	180	159	125
Local Tax Expenditure	150	132	104

(m) Denotes a value of less than \$1 million

Sale or use of any durable medical equipment or prosthetic device prescribed by a <u>4.05400</u>

Statute §48-8-3(54)	
0 (-)	
Year Enacted 1992	
Year Effective 1993	
Data Source U.S. Census of National Health Expenditures and the Me	dical
Expenditure Panel Survey	
Estimate Reliability Class B	
Data Reliability Class A	
Note	
Description: Sale or use of any durable medical equipment or prosthetic device prescribed by a physician.	
State Fiscal Years (\$ in Millions)	
2022 2023 2024	

	2022	2023	2024
State Tax Expenditure	46	48	51
Local Tax Expenditure	39	41	43

4.05500Sale of Georgia lottery tickets
StatuteStatute§48-8-3(55)
Year EnactedYear Effective1992
Pota SourceData SourceGeorgia Lottery Commission Annual Report
Estimate ReliabilityClass A
Data ReliabilityClass A
Note

Description: Sale of lottery tickets authorized by O.C.G.A. Chapter 27 of Title 50. State Fiscal Years (\$ in Millions)

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	250	303	367
Local Tax Expenditure	210	255	310

(m) Denotes a value of less than \$1 million

<u>4.05600</u>	Sale by any qualified nonprofit parent teacher organization		
	Statute	§48-8-3(56)	
	Year Enacted	1995	
	Year Effective	1995	
	Data Source	Georgia Parent Teacher Association and IRS Form 990 data	
	Estimate Reliability	Class C	
	Data Reliability	Class B	
	Note		
	Description: Sale by any	qualified nonprofit parent teacher organization.	
		State Fiscal Years (\$ in Millions)	

	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)

(m) Denotes a value of less than \$1 million

4.05700 Food purchased for off-premises consumption

100	<u>roou purchase</u>	La for on-pre	<u>mises consumption</u>
	Statute		48-8-3(57)
	Year Enacted		1996
	Year Effective		1998
	Data Source		U.S. Consumer Expenditure Survey and the US Census Retail
			Market Report
	Estimate Reliab	oility	Class B
	Data Reliability	/	Class B
	Note		
	Description:	Exemption a	applies to food and food ingredients, which means substances,
	•		iquid, concentrated, solid, frozen, dried, or dehydrated form,
			for ingestion or chewing by humans and are consumed for
			r nutritional value. It does not apply to alcoholic beverages,
			mediate consumption items, vitamins, and minerals. It does not
			local option sales taxes or items used primarily for medical or
		11 2	poses (cough drops, breath strips, over the counter medication,
		etc.).	
		,-	

			State Fisca	ll Years (\$ ir	Millions)
			2022	2023	2024
	State Tax Expenditure		751	838	911
	Local Tax Expenditure		0	0	0
	(m) Denotes a value of less than \$1 mi	llion			
<u>4.05710</u>	Sales of food and beverage	·			
	Statute	§48-8-3(57	.1)		
	Year Enacted	2006			
	Year Effective	2006			
	Data Source	Fiscal Note	e for LC 43 1	447 for 2021	l
	Estimate Reliability	Class A			
	Data Reliability	Class A			
	Note				
	Description: Sales of foc	d and bevera	ges to a qual	ified food ba	ank
	I I I I I I I I I I I I I I I I I I I		•	l Years (\$ ir	
			2022	2023	2024
	State Tax Expenditure		(m)	(m)	(m)
	Local Tax Expenditure		(m)	(m)	(m)
	(m) Denotes a value of less than \$1 mi	llion			
4.05720	Exemption for prepared for	od and food i	ngredients th	at are donat	ed to a qualified non
	agency and used for hunge				
	Statute	§48-8-3(57			

Statute	§48-8-3(57.2)		
Year Enacted	2015		
Year Effective	2015		
Data Source	Fiscal Note for LC 43 1447 for 2020		
Estimate Reliability	Class A		
Data Reliability	Class A		
Note	This exemption was eliminated in 2011 and reinstated in		
	2015.		
Description: The use of	f food and food ingredients that are donated to a qualified		
nonprofit	agency and that are used for hunger relief purposes. "Qualified		
nonprofit	agency" means any entity that is tax exempt under section		
501(c)(3)	501(c)(3) of the Internal Revenue Code and that provides hunger relief.		

Does not include drugs o	or over-the-co	ounter drugs	5.
	State Fisca	l Years (\$ i	n Millions)
	2022	2023	2024
State Tax Expenditure	2	2	2
Local Tax Expenditure	2	2	2

<u>4.05730</u>	Exemption for food and food ingredients that are donated following a natural disaster and
	used for disector relief

Local Tax Expenditure (m) Denotes a value of less than \$1 million

used for disaster relief	
Statute	§48-8-3(57.3)
Year Enacted	2015
Year Effective	2015
Data Source	Fiscal Note for HB 445/LC 34 4571S for 2015
Estimate Reliability	Class C
Data Reliability	Class B

Note

Description: Exemption for food and food ingredients that are donated following a natural disaster and used for disaster relief and does not apply to any donated over the counter drugs.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	(m)	(m)	(m)	
Local Tax Expenditure	(m)	(m)	(m)	

(m) Denotes a value of less than \$1 million

Year Effective

<u>4.05900</u>	Sale of eligible	e food and be		y Girl or Bo	y Scout cou	incil	
	Statute		§48-8-3(59)				
	Year Enacted		1996				
	Year Effective		1996				
	Data Source		The America	ın Communi	ity Survey, I	IRS Form 990) data, and
			Girl Scouts of	of America a	innual repor	t	
	Estimate Reliab	oility	Class B				
	Data Reliability	7	Class B				
	Note						
	Description:	Sales of food	l or food ingre	edients to an	d by memb	er councils of	the Girl
		Scouts or Bo	y Scouts of A	merica in co	onnection w	ith fundraisir	ng activities.
				State Fiscal	Years (\$ in	Millions)	-
				2022	2023	2024	
	State Tax Expe	nditure		1	1	1	
	Local Tax Expe	enditure		1	1	1	
	(m) Denotes a value of	of less than \$1 mill	ion				
<u>4.06000</u>	Sale of certain		nd equipment	used to imp	rove air qua	<u>lity in a clear</u>	<u>n room of</u>
	<u>Class 100,000</u>	or less					
	Statute		§48-8-3(60)				
	Year Enacted		2000				
	Year Effective		2001				
	Data Source		Fiscal Note f	for HB 445/I	LC 34 4571	S for 2015	
	Estimate Reliab	•	Class C				
	Data Reliability	7	Class C				
	Note		Estimate con	nbined with	4.06700		
	Description:		ain machinery				quality in a
			of Class 100,0			orated into	
		telecommun	ications manu				
				State Fiscal		Millions)	
				2022	2023	2024	
	State Tax Expe			(m)	(m)	(m)	
	Local Tax Expe			(m)	(m)	(m)	
	(m) Denotes a value of	of less than \$1 mill	ion				

<u>4.06200</u>	Sod grass sold in the origin	al state of production by the sod producer, employee of the
	producer, or family membe	er of the producer
	Statute	§48-8-3(62)
	Year Enacted	1998

1998

Data Source		U.S. Census of Agriculture, the U.S. Economic Census, and the Annual Survey of Sod Producers	
Estimate Reliab	ility	Class B	
Data Reliability		Class A	
Note			
Description:	cription: Sod grass sold in the original state of production by the sod produce employee of the producer, or family member of the producer. This exemption does not apply to sales from a nursery or other places wh plants are sold.		
		State Fiscal Years (\$ in Millions)	
		2022 2023 2024	

	2022	2023	2024
State Tax Expenditure	3	3	4
Local Tax Expenditure	3	3	3
(m) Denotes a value of loss than \$1 million			

<u>4.06300</u>	Funeral merchandise when paid with funds from the Georgia Crime Victims Emergency			
	Statute		§48-8-3(63)	
	Year Enacted		1998	
	Year Effective		1998	
	Data Source		The Uniform Crime Report and the National Office for	
			Victims of Crime	
	Estimate Reliability		Class C	
	Data Reliability	y	Class C	
	Note			
	Description:	The sale or use of funeral merchandise, outer burial containers, and cemetery markers as defined in O.C.G.A §43-18-1, which are purchased with funds received from the Georgia Crime Victims Emergency Fund under Chapter 15 of Title 17.		

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	(m)	(m)	(m)	
Local Tax Expenditure	(m)	(m)	(m)	

<u>4.06500</u>	Sale of dyed diesel fuel used exclusively for operations of vessels or boats by licensed commercial fishermen				
	Statute		§48-8-3(65)		
	Year Enacted		NA		
	Year Effective		NA		
	Data Source		The Georgia Department of Natural Resources and the U.S.		
			Economic Census		
	Estimate Reliab	oility	Class C		
	Data Reliability	/	Class C		
	Note				
	Description:	1: Sale of dyed diesel fuel used exclusively for operations of vessels or boats by licensed commercial fishermen.			

		State Fisca	State Fiscal Years (\$ in Millions)		
		2022	2023	2024	
	State Tax Expenditure	(m)	(m)	(m)	
	Local Tax Expenditure	(m)	(m)	(m)	
	(m) Denotes a value of less than \$1 million				
<u>4.06600</u>	Sale of gold, silver, or platinum bullio	<u>n</u>			
	Statute §48-8-3(6	56)			
	Vear Enacted 2000				

Year Enacted	2000
Year Effective	2000
Data Source	U.S. Mint 2020 Annual Report
Estimate Reliability	Class C
Data Reliability	Class C
Note	
Description: Sale of gold	, silver, or platinum bullion.
- •	

State Fiscal Years (\$ in Millions)

	2022	2023	2024
State Tax Expenditure	6	6	6
Local Tax Expenditure	5	5	5

(m) Denotes a value of less than \$1 million

4.06700 Sale of coins or currency

Statute	§48-8-3(67)
Year Enacted	2000
Year Effective	2000
Data Source	Professional Numismatists Guild
Estimate Reliability	Class C
Data Reliability	Class C
Note	
Description: Sale of coin	s or currency.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)

(m) Denotes a value of less than \$1 million

4.06800 Sale of Certain Computer Equipment

-		
Statute	§ 48-8-3(68)	
Year Enacted	2000	
Year Effective	2001	
Data Source	Fiscal Note for HB 1291/LC 43 2426S for	: 2022
Estimate Reliab	bility Class A	
Data Reliability	y Class A	
Note		
Description:	Sales of certain computer equipment when the total qua a High Technology Company in a calendar year exceed High Technology Company must be classified under th American Industry Classification System code 334413, 517311, 517312, 517410, 517911, 517919, 518210, 522 541511, 541512, 541513, 541519, 541713, 541715, or	\$15 million. A e 2017 North 334611, 511210, 2320, 541330,

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	77	80	83
Local Tax Expenditure	65	67	70
(m) Denotes a value of less than \$1 million			

<u>4.06810</u> High-Tech Data Center Equipment Exemption

Statute	§ 48-8-3(68.1)
Year Enacted	2018
Year Effective	2018
Data Source	Fiscal Note for HB 696/LC 43 0923S for 2018
Estimate Reliability	Class A
Data Reliability	Class A
Note	This provision is set to expire December 31, 2031
Description: Exer	mption for high-technology data center equipment, subject to a
minimum investment threshold of \$250 million over ten years, and	
other structural infrastructural system requirements.	
	State Fiscal Vears (\$ in Millions)

	State Fiscal Tears (\$ III Millions)		
	2022	2023	2024
State Tax Expenditure	12	13	15
Local Tax Expenditure	9	10	11

(m) Denotes a value of less than \$1 million

Sales of machinery and equipment and material incorporated and used in a clean room of Class 100 or less <u>4.06900</u>

Class 100 or le	SS	
Statute		§48-8-3(69)
Year Enacted		2000
Year Effective		2001
Data Source		Fiscal Note for HB 445/LC 34 4571S for 2015
Estimate Reliab	ility	Class C
Data Reliability		Class C
Note		Estimate Combined with 4.06000
Description:	construction	chinery, equipment, and material incorporated and used in or operation of a clean room of Class 100 or less when the s used directly in the manufacture of tangible personal
		State Fiscal Years (\$ in Millions)

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	Estimate Combined with		
_	4.0600		

(m) Denotes a value of less than \$1 million

4.07000 Sale of natural gas used directly in the manufacture of electricity

Statute	§48-8-3(70)
Year Enacted	1999
Year Effective	2000
Data Source	U.S. Energy Information Administration
Estimate Reliability	Class B
Data Reliability	Class A
Note	

Description: Sale of natural or artificial gas used directly in the manufacture of electricity which is subsequently sold.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	92	86	78
Local Tax Expenditure	0	0	0
(m) Denotes a value of less than \$1 million			

(m) Denotes a value of less than \$1 million

4.07100 Sale to or by an organization whose primary purpose is to raise funds for books, materials, and programs for public libraries

and programs for public nor	lanes
Statute	§48-8-3(71)
Year Enacted	1999
Year Effective	2000
Data Source	National Center for Charitable Statistics
Estimate Reliability	Class B
Data Reliability	Class B
Note	

Note

Description: Sale to or by an organization whose primary purpose is to raise funds for books, materials, and programs for public libraries.

State Fiscal Years (\$ in Millions)

			/
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)

(m) Denotes a value of less than \$1 million

4.07200 Sale of prescribed mobility enhancing equipment

Statute	§48-8-3(72)
Year Enacted	1999
Year Effective	2000
Data Source	State Health Expenditures from the Centers for Medicare and
	Medicaid Services and the Medical Expenditure Panel Survey
Estimate Reliability	Class B
Data Reliability	Class B
Note	
Description: The sale to	or use by a patient of all mobility enhancing equipment
prescribed	by a physician.

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	(m)	(m)	(m)	
Local Tax Expenditure	(m)	(m)	(m)	

(m) Denotes a value of less than \$1 million

4.07600 Exemption for personal property used in the renovation or expansion of an aquarium

Statute	48-8-3(76)
Year Enacted	2015
Year Effective	2015
Data Source	Fiscal Note for HB 238 LC 28 7425 for 2015
Estimate Reliability	Class A
Data Reliability	Class A
Note	This exemption is set to expire January 1, 2022.
Note	This exemption is set to expire January 1, 2022.

Description: Sale or use of tangible personal property used for or in the renovation or expansion of an aquarium located in this state that charges admission and is owned or operated by an organization that is tax exempt under 501(c)(3). Qualifying aquarium must pay tax and apply for refund.

State Fiscal	Years (\$	in Millions)
2022	2022	2024

	2022	2023	2024
State Tax Expenditure	(m)	0	0
Local Tax Expenditure	(m)	0	0
(m) Denotes a value of lass than \$1 million			

(m) Denotes a value of less than \$1 million

4.08100 The purchase of food and nonalcoholic beverages provided at no charge aboard a qualified

airline	
Statute	§48-8-3(81)
Year Enacted	2005
Year Effective	2005
Data Source	Bureau of Transportation Statistics
Estimate Reliability	Class B
Data Reliability	Class B
Note	
Demonstration Theorem	1

Description: The purchase of food and nonalcoholic beverages provided at no charge aboard a qualified airline not including alcohol or tobacco.

	State Fisca	State Fiscal Years (\$ in Millions)			
	2022	2023	2024		
State Tax Expenditure	6	7	7		
Local Tax Expenditure	4	5	7		
(m) Denotes a value of less than \$1 million					

(m) Denotes a value of less than \$1 million

<u>4.08300</u>	Sale of biomass materials used to produce electricity or steam intended for sale						
	Statute		§48-8-3(83)				
	Year Enacted		2006				
	Year Effective		2006				
	Data Source		Fiscal Note	for HB 1018	3 LC 18 493	6 for 2009 a	nd the U.S.
			Energy Infor	rmation Adr	ninistration		
	Estimate Reliab	oility	Class B				
	Data Reliability	7	Class A				
	Note						
	Description:	The sale or u	use of biomas	s material, i	ncluding pel	llets or other	fuels derived
		from compre	essed, chipped	d, or shredde	ed biomass 1	material, util	ized in the
		production of	of energy, incl	uding with	out limitation	n the produc	tion of
		electricity an	nd/or steam.				
				State Fisca	l Years (\$ ir	n Millions)	
				2022	2023	2024	
	State Tax Expe	nditure		2	3	3	
	Local Tax Expe	enditure		2	2	3	
	(m) Denotes a value of	of less than \$1 mill	lion				

4.08600Sales of engines, parts, equipment, and other tangible personal property used in the
maintenance or repair of certain aircraft
StatuteStatute\$48-8-3(86)
2009

Year Effective Data Source Estimate Reliability Data Reliability	2009 Fiscal Note for HB 933 LC 40 0540 for 2014 Class C Class C
Note	
proper parts, e aircraf	le or use of engines, parts, equipment, and other tangible personal ty used in the maintenance or repair of aircraft when such engines, equipment, and other tangible personal property are installed on such t that is being repaired or maintained in this state, so long as such t is not registered in this state.

State Fisca	al Years (\$ i	n Millions)
2022	2023	2024
22	23	23
17	17	18
	State Fisca	State Fiscal Years (\$ i

<u>4.09300</u> Sale of tangible personal property used for and in the construction of a competitive project of regional significance.

<u>or regional sig</u>	<u>ginneance.</u>					
Statute		§48-8-3(93)			
Year Enacted		2012				
Year Effective		2012				
Data Source		Fiscal Note	e for HB 587	LC 43 2010	S for 2021	
Estimate Relia	bility	Class B				
Data Reliability	y	Class B				
Note		This provis	ion is for pro	jects started	l before June	2023 30, 2023
Description:	For the peri-	od commenc	ing January 1	, 2012, unti	1 June 30, 20	021, sales of
	tangible per	sonal propert	ty used for an	id in the cor	struction of	a competitive
	project of re	gional signif	ficance. The e	exemption a	pplies to pur	chases made
	during the e	ntire time of	construction	of the comp	petitive proje	ect of regional
	significance	so long as su	uch project m	neets the def	inition of a '	'competitive
	project of re	gional signif	ficance."			-
			State Fisca	l Years (\$ ii	n Millions)	
			2022	2023	2024	
State Tax Expe	enditure		9	9	5	
Local Tax Exp	enditure		8	8	4	

State	Tax Expenditure	9
Loca	l Tax Expenditure	8

<u>4.09400</u>	The sale, use, consumption, or storage of materials, containers, labels, sacks, or bags used
	for packaging tangible personal property for shipment or sale

Statute	§48-8-3(94)
Year Enacted	2014
Year Effective	2014
Data Source	Fiscal Note for HB 586 LC 43 2029S for 2021
Estimate Reliability	Class B
Data Reliability	Class A
Note	Estimate Combined with 4.3.3
Description: The	e sale, use, consumption, or storage of materials, containers, labels,
sac	ks, or bags used for packaging tangible personal property for shipment
or s	ale. To qualify for the packaging exemption, the items shall be used
sole	ely for packaging and shall not be purchased for reuse. The packaging

exemption shall not include materials purchased at a retail establishment for consumer use.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	Estimate Combined with 4.3.3		
Local Tax Expenditure			

(m) Denotes a value of less than \$1 million

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<u>4.09700</u>	Sales of admission to a nonrecurring major sporting event			
	Statute		§48-8-3(97)	
	Year Enacted		2016	
	Year Effective		2017	
	Data Source Fiscal Note for HB 951 LC 34 4805 for 2016			
	Estimate Reliability Class B Data Reliability Class B		Class B	
			Class B	
	Note			
	Description:	escription: Sales of admissions to nonrecurring major sporting events in this state that are expected to generate over \$50 million in the host locality.		
			State Fiscal Years (\$ in Millions)	

	State Fisca	1 1 Cars (\$ 11	i winnons)
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)
(m) Denotes a value of less than \$1 million			

(m) Denotes a value of less than \$1 million

<u>4.10000</u>	Exemption for sales of tickets to a qualified fine arts performance or exhibition		
	Statute §48-8-3(100)		
	Year Enacted	2017	
	Year Effective	Transactions occurring on or after April 25, 2017	
	Data Source	Fiscal Note for HB 586 LC 43 2029S for 2021	
	Estimate Reliability Class B		
	Data Reliability	Class B	
	Note	This exemption expires December 31, 2027.	
	Description: A sales tax	x exemption on the sale of tickets, fees, or charges for admission	
	to a qualified fine arts performance or exhibition.		
	State Fiscal Years (\$ in Millions)		
		2022 2022	

	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)
(m) Demotes a surface of loss them \$1 willing			

(m) Denotes a value of less than \$1 million

The sale of certain written material by a nonprofit <u>4.10100</u>

Statute	§48-8-3(101)
Year Enacted	2018
Year Effective	2018
Data Source	Fiscal Note HB 217 for 2018
Estimate Reliability	Class B
Data Reliability	Class B
Note	This exemption expires July 1, 2026.
Description: The sale of	use of noncommercial written materials or mailings by an

organization which is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, if the organization is located in this state and provides such materials to charity supporters for educational, charitable, religious, or fundraising purposes. This exemption shall apply from July 1, 2018, until July 1, 2021.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	8	9	9
Local Tax Expenditure	6	7	8
(m) Denotes a value of less than \$1 million			

(m) Denotes a value of less than \$1 million

4.10200 Partial exemption for qualified manufactured homes

Statute	§48-8-3(102)
Year Enacted	2018
Year Effective	2018
Data Source	Fiscal Note HB 871/LC 43 0891S for 2018
Estimate Reliability	Class B
Data Reliability	Class B
Note	
Decemination. A nortical	examption from state cales and use tax for qualified

Description: A partial exemption from state sales and use tax for qualified manufactured homes equal to 50 percent of the sale price of such homes. Qualified manufactured homes are those that are to be converted, and actually converted within 30 days of sale, to real property in the state pursuant to O.C.G.A. §8-2-183.1. The proposed exemption does not apply to any local sales or use tax in the state.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	13	15	17
Local Tax Expenditure	0	0	0

(m) Denotes a value of less than \$1 million

<u>4.10400</u> Exemption for poultry diagnostic and disease monitoring service nonprofit organization

Billemptron for pot	
Statute	§ 48-8-3(104)
Year Enacted	2019
Year Effective	2019
Data Source	IRS Form 990 Data
Estimate Reliability	v Class A
Data Reliability	Class A
Note	
Description: Sal	es to or by any nonprofit organization which has as its primary purpose
pro	widing poultry diagnostic and disease monitoring services.
	State Fiscal Years (\$ in Millions)

	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)

(m) Denotes a value of less than \$1 million

4.3.2 Exemption for energy, machinery or equipment, industrial material, and consumable supplies used in manufacturing Statute § 48-8-3.2

Year Enacted	2012
Year Effective	2013
Data Source	Fiscal Note for HB 586 LC 43 2029S for 2021
Estimate Reliability	Class B
Data Reliability	Class A
Note	Modified in 2017 to include maintenance and replacement
	parts for certain machinery or equipment, stationary or in
	transit, used to mix, agitate, and transport freshly mixed
	concrete in a plastic and unhardened state.
Description: Exemptions	for energy, machinery or equipment, industrial material, and
consumable	supplies used in manufacturing.
	State Fiscal Years (\$ in Millions)
	2022 2023 2024
State Tax Expenditure	3,515 3,763 3,985
Local Tax Expenditure	2,962 3,170 3,357

4.3.3 Sale and use by a qualified agriculture producer of agricultural production inputs, energy used in agriculture, and agricultural machinery and equipment

Statute	§ 48-8-3.3
Year Enacted	2012
Year Effective	2013
Data Source	National Agricultural Statistical Service
Estimate Reliability	Class B
Data Reliability	Class B

Note

Description: Sale to, or use by, a qualified agriculture producer of agricultural production inputs, energy used in agriculture, and agricultural machinery and equipment.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	242	257	259
Local Tax Expenditure	204	217	219

(m) Denotes a value of less than \$1 million

<u>4.3.4</u> Exemption for qualified boat repairs

Statute	_	§48-8-3.4
Year Enacted		2017
Year Effective		Transactions occurring on or after July 1, 2017
Data Source		Fiscal Note for HB 586 LC 43 2029S for 2021
Estimate Reliab	ility	Class B
Data Reliability		Class B
Note		The provision expires on June 30, 2025
Description:		exemption for certain tangible property used in the repair,
	retrofit, or m	aintenance of boats. The exemption cannot exceed \$35,000 for
	any single re	pair, retrofit, or maintenance event.

			State Fisca	l Years (\$ ii	n Millions)
			2022	2023	2024
	State Tax Expenditure		(m)	(m)	(m)
	Local Tax Expenditure		(m)	(m)	(m)
	(m) Denotes a value of less than \$1 m	million			
4.3.5	Exemption for the sale ar	nd use of iet fue	el		
	Statute	§48-8-3.5			
	Year Enacted	2018			
	Year Effective	2018			
	Data Source	Fiscal Note	for LC 43 1	712 for 2020)
	Estimate Reliability	Class B			
	Data Reliability	Class B			
	Note				
	Description: The sales	of jet fuel are e	exempt from	the state sal	es and use tax.
			State Fisca	l Years (\$ ii	n Millions)
			2022	2023	2024
	State Tax Expenditure		62	71	61
	Local Tax Expenditure		0	0	0
	(m) Denotes a value of less than \$1 m	million			

4.5 Sales and Use Tax for Services

4.5.010 Construction Services

Description: Sales by establishments primarily engaged in the construction of buildings or engineering projects (e.g., highways and utility systems), and preparation of sites for new construction, but excluding cost of materials taxed under current law and land. (NAICS 23)

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	2,274	2,247	2,251
Local Tax Expenditure	1,916	1,893	1,897
(m) Denotes a value of less than \$1 million			

(m) Denotes a value of less than \$1 million

4.5020 Automotive Services by Motor Vehicle and Parts Dealers

Description: Labor charges for service and repair of vehicles (by motor vehicle and parts dealers only). (NAICS 441).

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	122	124	125
Local Tax Expenditure	103	105	105

(m) Denotes a value of less than \$1 million

4.5030 Investment and Financial Advisers

Description: Fees charged by trusts, financial planning, and investment management services. (NAICS 52392-99)

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	484	486	496
Local Tax Expenditure	408	409	418

(m) Denotes a value of less than \$1 million

4.5040 Real Estate Services

Description:

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	424	427	427
Local Tax Expenditure	357	360	360

(m) Denotes a value of less than \$1 million

4.5050 Professional, Scientific and Technical Services

Description: Charges for professional, scientific, and technical services, excluding internet and streaming services, tangible good sales, temp staffing and other non-qualifying sales. (NAICS 54)

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	2,738	2,800	2,846
Local Tax Expenditure	2,307	2,359	2,398
(m) Denotes a value of less than \$1 million			

4.5060 Administrative and Support Services

Description: Sales by firms engaged primarily in administrative and support services, excluding correctional facilities. Estimate also excludes the sale of tangible goods, health care and temp staffing by such establishments. (NAICS 561)

	State Fiscal Tears (\$ III Millions)		
	2022	2023	2024
State Tax Expenditure	1,011	1,057	1,089
Local Tax Expenditure	852	891	918

(m) Denotes a value of less than \$1 million

4.5070 Waste Management and Remediation Services

Description: Sales by firms that provide waste management and remediation services, excluding tangible good sales. (NAICS 562)

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	175	179	182	
Local Tax Expenditure	147	151	153	
(m) Denotes a value of less than \$1 million				

(m) Denotes a value of less than \$1 million

4.5080 Educational Services (excluding schools)

Description: Sales by establishments that provide educational services, such as training, tutoring, coaching and support services, excluding pre-K-12 schools, colleges, and universities. Estimate excludes the sale of tangible goods, and other non-qualifying revenue such as grants and donations. (NAICS 61)

	State Fiscal Tears (\$ III Willions)			
	2022	2023	2024	
State Tax Expenditure	60	61	61	
Local Tax Expenditure	50	51	52	

(m) Denotes a value of less than \$1 million

4.5090 Health Care and Social Assistance Services

Description: Sales by establishments primarily engaged in health care and social assistance, excluding tangible good sales, grants, government revenue, donations, and other non-service revenue. (NAICS 62)

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	3,046	3,104	3,173	
Local Tax Expenditure	2,566	2,615	2,673	

(m) Denotes a value of less than \$1 million

4.50100 Promoters of Events; Agents for Entertainers

Description: Fees charged by event promoters and agents for athletes and entertainers. Excludes admissions fees and tangible good sales. (NAICS 7113-4)

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	18	20	22	
Local Tax Expenditure	15	17	18	

4.50110 Repair and Maintenance Services

Description: Sales by establishments primarily engaged in the repair and maintenance of vehicles, electronics, appliances, and other goods. Excludes merchandise and parts sales by such establishments. (NAICS 811)

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	114	116	118	
Local Tax Expenditure	96	98	100	

(m) Denotes a value of less than 1 million

4.50120 Personal and Laundry Services

Description: Sales by establishments engaged in miscellaneous personal services, such as hair and nail salons, laundromats, funeral homes, and parking garages. Excludes tangible good sales. (NAICS 812)

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	171	176	181	
Local Tax Expenditure	144	149	152	
(m) Denotes a value of loss than \$1 million				

4.7 Vendor Compensation

<u>4.70000</u>	Compensation of dealers for reporting and paying tax					
	Statute	§48-8-50				
	Year Enacted	1964				
	Year Effective	1964				
	Data Source	Office of Pl	lanning and H	Budget and I	DOR	
	Estimate Reliability	Class A				
	Data Reliability	Class A				
	Note	Georgia allows a vendor collection fee of 3 percent for the				
		first \$3,000 and then 0.5 percent for amounts above \$3,000				
		but does no	t impose a m	aximum lin	nitation per v	endor.
	Description:					
			State Fisca	l Years (\$ in	n Millions)	
			2022	2023	2024	
	State Tax Expenditure		99	100	103	
	Local Tax Expenditure		0	0	0	
	(m) Denotes a value of less than \$1 m	illion				

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4.9 Casual Sales

<u>4.90000</u>	Sales tax exemption for casual sales						
	Statute	-	DOR administrative rule				
	Year Enacted		NA				
	Year Effective		NA				
	Data Source		Georgia De	epartment of	Natural Res	ources and the	he General
			Aviation M	lanufacturers	Association	1	
	Estimate Relia	bility	Class C				
	Data Reliabilit	у	Class C				
	Note						
	Description:	Purchases o	f boats, plane	es and other t	tangible goo	ds sold by p	ersons not in
		the business	s of selling su	ch items are	not subject	to sales tax.	(Prior to the
		implementa	tion of the A	lternative Ad	l Valorem T	ax on Motor	· Vehicles this
		estimate inc	luded casual	sale of moto	or vehicles.)		
	State Fiscal Years (\$ in Millions)						
				2022	2023	2024	
	State Tax Expe	enditure		3	3	3	
	Local Tax Exp	enditure		2	3	3	
	(m) Denotes a value of less than \$1 million						

Sales and Use Tax expenditures for which an estimate is not currently available

Expenditure	Expenditure	Expenditure
4.00100	§48-8-3(1)	Sales to Federal Government, State of Georgia or a county or municipality in Georgia or any agency of such governments
4.00200	\$48-8-3(2)	Tangible personal property furnished by the federal government, or any county or municipality, and used by a contractor in the installation, repair, or extension of any public water, gas, or sewer system
4.00300	§48-8-3(3)	Federal retailer's excise tax if separately itemized to the consumer and Georgia motor fuel tax imposed on the sale of motor fuel
4.01800	\$48-8-3(18)	Charges for transportation of tangible personal property made in connection with interstate or intrastate transportation
4.01900	§48-8-3(19)	All tangible personal property purchased outside this state by a nonresident when the property is brought into Georgia upon the nonresident becoming a resident
4.02100	§48-8-3(21)	Sales, transfers, or exchanges of tangible personal property resulting from business reorganization when the owners, partners, or stockholders maintain the same proportionate interest or share in the newly formed business
4.03100	\$48-8-3(31)	Sale of tangible personal property manufactured or assembled in Georgia for export when delivery is taken outside of Georgia
4.03200	§48-8-3(32)	Aircraft, watercraft, motor vehicles, and other transportation equipment manufactured or assembled in this State for exclusive use outside Georgia
4.03300	§48-8-3(33)	Common or common and contract carriers
4.03410	\$48-8-3(34.1)	Machinery and equipment used to handle, move, or store tangible personal property in certain distribution facilities
4.03610	\$48-8-3(36.1)	Machinery and equipment used for water conservation and incorporated into a qualified water conservation facility
4.03910	\$48-8-3(39.1)	Cargo containers and related chassis used for storage or shipping by persons engaged in international shipment of tangible personal property
4.04200	\$48-8-3(42)	Use or lease of tangible personal property when the lessor and lessee are under 100 percent common ownership and where the person who furnishes, leases, or rents the property has paid sales or use tax on the property
4.04400	\$48-8-3(44)	Sale of motor vehicles to nonresident purchasers when vehicles are immediately removed from Georgia and titled in another state

Sales and Use Tax expenditures for which an estimate is not currently available

Expenditure	Expenditure	Expenditure
4.04500	§48-8-3(45)	The sale or use of paper stock when used to print catalogs for distribution outside Georgia
4.06100	§48-8-3(61)	Advertising inserts that are used in newspapers for resale
4.09100	§48-8-3(91)	The sale of prewritten software which has been delivered to the purchaser electronically or by means of load and leave
4.3.6	§36-88-3(8.1)	Exemption for sales within an enterprise zone

5. Insurance Premium Tax

The premium tax is imposed upon gross direct premiums received by insurers doing business in the state to insure persons, property, or risks in Georgia. The state tax rate is imposed at a rate of 2.25 percent of gross direct premiums, though the rate is reduced to 1.25 percent for insurers holding at least 25 percent of their total assets, exclusive of direct obligations of the United States, in specified classes of Georgia assets. For insurers holding 75 percent of such total assets in Georgia, the rate is reduced further to 0.5 percent.

Counties levy a tax at 1 percent on gross direct premiums of life insurance companies for policies covering persons residing in unincorporated areas of the county, except that the county tax shall not apply to life insurers that qualify for the abatement of the state tax for firms with 75 percent Georgia assets. Municipalities may levy a tax of up to 1 percent on life policies covering persons residing in the given municipality. Counties and municipalities may levy rates of up to 2.5 percent on gross direct premiums for policies other than life insurance policies.

This tax is administered by the State Insurance Commissioner. In FY 2021, state revenues from this tax equaled \$538 million and local revenues equaled \$741 million. The state proceeds from the tax are deposited into the State General Fund.

<u>5.00100</u>	Deduction of retaliatory taxes paid to other states				
	Statute		\$33-8-7		
	Year Enacted		1960		
	Year Effective		Prior to 2000		
	Data Source		Office of Insurance and Safety Fire Commissioner		
	Estimate Relia	bility	Class A		
	Data Reliabilit	У	Class A		
	Note		Not applicable at the local level.		
	Description:	Property and casualty insurance companies domiciled in Georgia are able to			
		deduct from their Georgia tax liability taxes paid to other states on policies			
		written in th	nose states.		
			State Fiscal Vears (\$ in Millions)		

	State Fiscal Years (\$ in Millions)			
	2022	2023	2024	
State Tax Expenditure	3	3	3	
(m) Denotes a value of less than \$1 million				

5.00200	Georgia Job Tax Credit	
	Statute	§33-8-4.1
	Year Enacted	1960
	Year Effective	2000
	Data Source	DOR data as of 2020 and Office of Insurance and Safety Fire
		Commissioner
	Estimate Reliability	Class A
	Data Reliability	Class A
	Note	The same estimate is provided in the corporate and personal
		Income tax sections, see 1.6.012 and 2.6.001. In 2018, the qualifying areas were expanded to include counties with

military bases and industrial parks that are owned and operated by a government entity.

Description: The credit provides a statewide job tax credit to any business or headquarters engaged in manufacturing, warehousing and distribution, processing, telecommunications, broadcasting, tourism, or research and development. Retail establishments are only allowed the credit if located in one of the 40 least-developed counties of the state. Average wages must be greater than the average wage of the county in the state with the lowest average wage. To be eligible, employers must offer health insurance to all new employees. It also provides a tax credit for businesses enterprises designated as operating in less-developed areas. These include areas with ten or more contiguous census tracts with higher than 15 percent poverty and counties with both a military base and a government owned and operated industrial park.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
Income Tax Expenditure	105	92	90
Corporate Income Tax Expenditure	165	143	141
Insurance Premium Tax Expenditure	5	4	4
State Tax Expenditure	275	239	236

(m) Denotes a value of less than \$1 million

<u>))</u>	Exemption for	premiums of	high-deductible	<u>e health p</u>	olans		
	Statute		§33-8-4				
	Year Enacted		2008				
	Year Effective		2009				
	Data Source		Office of Insura	ance and	Safety Fire	Commission	ner
	Estimate Reliab	ility	Class A				
	Data Reliability		Class A				
	Note		The local exem	ption ex	pired on Dec	cember 31, 2	2014.
	Description:	Insurance co	mpanies are allo	owed to e	exempt from	their insura	nce premium
		tax liability a	any premiums pa	aid by G	eorgia reside	ents for high	-deductible
		health plans	as defined by Se	ection 23	3 of the Inte	rnal Revenu	ie Code.
			St	tate Fisca	al Years (\$ in	n Millions)	
-				2022	2023	2024	
	State Tax Exper	nditure		1	1	1	

1.1 5.00300

(m) Denotes a value of less than \$1 million

Exemption for insurance companies that only insure places of worship 5.00400 Statute \$33-8-13 Year Enacted 1996 Year Effective 1996 Data Source Office of Insurance and Safety Fire Commissioner **Estimate Reliability** Class C

Data Reliability Class C Not applicable at the local level. Note **Description:** Insurance companies that only insure the risks of places of worship are exempt from the state premium tax.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)

<u>5.00500</u>	Insurance abat	ements					
	Statute		§33-8-5				
	Year Enacted		1996				
	Year Effective		Prior to 200	C			
	Data Source		Office of Ins	surance and	Safety Fire	Commissioner	
	Estimate Reliab	oility	Class A				
	Data Reliability	r	Class A				
	Note		Not applicat	ole at the loc	al level.		
	Description:	Georgia im	poses a reduce	d state rate of	of 1.25 perce	ent on insuranc	e
		companies	that invest at le	east 25 perce	ent of their a	ssets in qualifi	ed Georgia
		assets. If th	e amount inve	sted in quali	fied Georgia	assets is great	er than 75
		percent, the	e rate is reduce	d to 0.50 per	rcent.		
				State Fiscal	l Years (\$ in	Millions)	
				2022	2023	2024	

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205

210

State Tax Expenditure (m) Denotes a value of less than \$1 million

<u>5.00600</u> Special deductions for life insurance companies

Special acade	tions for me	insurance companies
Statute		§§33-8-4, 33-8-8, 33-8-8.1
Year Enacted		1981
Year Effective		Prior to 2000
Data Source		Office of Insurance and Safety Fire Commissioner
Estimate Reliab	oility	Class A
Data Reliability	y	Class A
Note		Not applicable at the local level.
Description:	Life insuran	ce companies are permitted to deduct contributions to state
	guarantee fu	inds, license fees paid to local governments, local premium
	taxes from premium taxes otherwise payable to the State.	
		State Fiscal Years (\$ in Millions)

	State Pisca	1 1 Cars (\$ 1	n winnons)
	2022	2023	2024
State Tax Expenditure	202	222	227
(m) Denotes a value of less than \$1 million			

Denotes a value of less than \$1 million

<u>5.00700</u> Low-Income Housing Credit

§33-1-18
1960
2001
DOR data as of TY 2020 and Office of Insurance and Safety
Fire Commissioner
Class A
Class A
The same estimate is provided in the personal income tax section and the corporate income tax section, see 1.6.028 and 2.6.017.

This is a credit against Georgia income and insurance premium taxes for **Description:**
*	State Fisca	al Years (\$ in	n Millions)
	2022	2023	2024
Income Tax Expenditure	163	164	170
Corporate Income Tax Expenditure	38	38	40
Insurance Premium Tax Expenditure	179	215	238
State Tax Expenditure	380	417	434

owners of rental housing qualifying for the federal low-income housing tax credit and that are placed in service on or after January 1, 2001.

(m) Denotes a value of less than \$1 million

5.00800 Insurance Premium Tax Exemption for multiple employer self-insured health plans

Statute	\$33-50-3
Year Enacted	2016
Year Effective	2016
Data Source	Office of Insurance and Safety Fire Commissioner
Estimate Reliability	Class A
Data Reliability	Class A
Note	
Decemination. Multiple	amployer calf incored health plans are avaint from the

Multiple employer self-insured health plans are exempt from the state **Description:** insurance premium tax on the plan's net premiums.

	2022	2023	2024
State Tax Expenditure	2	2	2
(m) Denotes a value of less than \$1 million			

5.00900 Agribusiness Tax Credit

Agribusiness.	Tax Cieun						
Statute		§33-1-25					
Year Enacted		2017					
Year Effective		Taxable yea	rs beginning	on or after	r January 1, 2	2018	
Data Source		DOR data a	s of TY 2020) and Offic	e of Insuranc	e and Safety	
		Fire Commi	issioner				
Estimate Reliab	oility	Class B					
Data Reliability	7	Class B					
Note		The same es	stimate is pro	vided in th	ne personal ar	nd corporate	
		income tax	sections, see	1.6.049 an	d 5.00900.		
Description:	This income t	ax credit is	to establish c	qualified lo	w-income co	mmunity rural	
	investment fu	nds and tax	credits. The	credit amo	ount is 15 per-	cent of the	
	eligible invest	tment per ye	ear beginning	g in the thi	d year after t	he investment	
	is made and c	ontinuing th	nrough the siz	xth year, fo	or a total cred	it equal to 60	
	percent of the	eligible inv	vestment. The	e credit is r	nonrefundable	e and may not	
	be sold but m	ay be carrie	d forward ind	definitely.	The amount of	of credits	
	available is su	ubject to a c	umulative ca	p of \$100 i	million.		
			State Fiscal	Years (\$ i	n Millions)		
			2022	2023	2024		
Income Tax Ex	penditure		3	4	3		
Corporate Incon	me Tax Expend	liture	1	1	1		
Insurance Prem	ium Tax Exper	nditure	7	9	7		
State Tax Expen	nditure		12	15	11		

(m) Denotes a value of less than \$1 million

6. Motor Fuel Tax

The tax on motor fuels was substantially modified in 2015. Under the new law, the state tax on motor fuels other than diesel fuel and aviation gasoline is, as of January 1, 2022, 29.1 cents per gallon. The state tax on diesel fuel is 32.6 cents per gallon and the tax on aviation gasoline is 1 cent per gallon. Tax rates are adjusted annually for inflation and for the change in average fuel economy of new vehicles registered in the state in the prior year from the year before. The base of the motor fuel tax is imposed on any source of energy that can be used for propulsion of a motor vehicle on the public highways, including, but not limited to gasoline, fuel oils, compressed petroleum gas, and special fuels.

The tax is administered by the Georgia DOR and revenues generated from this tax are allocated by the state constitution to the Georgia Department of Transportation for highway purposes. State motor fuel tax revenues for FY 2021 totaled \$1.78 billion.

<u>6.00400</u>	Motor fuel tax e	xemption fo	r aviation fu	el			
	Statute		§48-9-3				
	Year Enacted		1978				
	Year Effective		1978				
	Data Source		Fiscal Note	for LC 34 13	367S for 201	8	
	Estimate Reliabili	ity	Class A				
	Data Reliability	•	Class A				
	Note						
	Description: E	Exemption for	or aviation fu	uel			
	State Fiscal Years (\$ in Millions)						
				2022	2023	2024	
	State Tax Expend			1	1	2	
	(m) Denotes a value of less than \$1 million						
<u>6.00500</u>	Motor fuel tax v	endor comp	ensation				
	Statute	-	§48-9-8(b)				
	Year Enacted		1992				
	Year Effective		1992				
	Data Source		Office of Pl	anning and H	Budget Data	for FY 2019	
	Estimate Reliabili	ity	Class A				
	Data Reliability		Class A				
	Note						
	Description: N	Motor fuel de	ealers are all	owed to reta	in 1 percent	of total amounts coll	lected
	a	s reimburse:	ment for the	cost of colle	ction.		
				State Fisca	l Years (\$ in	Millions)	
				2022	2023	2024	
	State Tax Expend	liture		16	9	21	
	(m) Denotes a value of l	less than \$1 milli	on			_	

7. Alcoholic Beverage Tax

This state and local tax is imposed on alcoholic beverages including malt beverages, wine, and distilled spirits. Malt beverages sold in bulk containers (tap or draft beer) are taxed at a state rate of \$10 per container up to 31 gallons with a proportionate tax on fractional parts of 31 gallons for larger containers. For bottled and canned malt beverages, the state tax rate is 4 ½ cents per 12 ounces and proportionate rates on fractional parts of 12 ounces for other sizes. Table wines are taxed at a state rate of 11 cents per liter and an additional state import tax of 29 cents per liter is imposed on table wines produced outside of Georgia and imported into the state, in both cases with proportionate rates for fractional parts of a liter. A state excise tax of 27 cents per liter and an additional state import tax of 40 cents per liter is imposed on dessert wines, with proportionate rates for fractional parts of a liter. A state excise tax of 50 cents per liter is imposed on distilled spirits while alcohol (defined to mean ethyl alcohol greater than 190 proof intended for use as a beverage, including grain alcohol and spirits of wine) is subject to a state tax of 70 cents per liter, in both cases with the tax applied proportionately on fractions of a liter. Distilled spirits and alcohol imported to Georgia from outside the state are also subject to an additional state import tax of 50 cents and 70 cents per liter, respectively.

A uniform local government beer tax is levied at 5 cents per 12 ounces for bottled and canned malt beverages with proportionate rates for sizes other than 12 ounces. The rate for bulk (tap or draft) malt beverages is \$6 per container for containers up to 15 ½ gallons with proportionate rates for larger containers. Counties and municipalities may levy excise tax on wine at rates that do not exceed 22 cents per liter. Counties and municipalities may levy excise taxes on distilled spirits sold by the package at rates that do not exceed 22 cents per liter or proportionate rates for other size containers. Counties and municipalities may also levy excise taxes at rates up to 3 percent of the price charged for mixed drinks.

The state portion of the tax is administered by the Georgia DOR. Proceeds from the state tax are deposited into the State General Fund. In FY 2021, state collections equaled \$228 million. Local collections for FY 2019³ equaled \$156 million.

7.00300	<u>200 gallons annually of homebrew per household</u>			
	Statute		§§3-5-61, 3-6-70	
	Year Enacted		1977	
	Year Effective		1977	
	Data Source		American Homebrewers' Association	
	Estimate Relia	bility	Class B	
	Data Reliability	У	Class C	
	Note			
	Description:	Allows an e household.	exemption for up to 200 gallons annually of homebrew per	

³ Latest data available.

	State Fisca	l Years (\$ i	n Millions)
	2022	2023	2024
State Tax Expenditure	1	1	1

(m) Denotes a value of less than \$1 million

<u>7.00400</u>	Sales to and us	se by religiou	us organizatio	ons for sacran	nental purpo	oses
	Statute		§§3-5-61, 3			
	Year Enacted		1977			
	Year Effective		1977			
	Data Source		National Ce	enter for Chai	ritable Statis	stics & Catholic.org
	Estimate Reliab	oility	Class B			e
	Data Reliability	•	Class C			
	Note					
	Description:	Sales to and	l use by religi	ous organiza	tions for sac	cramental purposes
				State Fiscal	l Years (\$ ir	n Millions)
				2022	2023	2024
	State Tax Expe	nditure		(m)	(m)	(m)
	(m) Denotes a value of	of less than \$1 mi	llion			
7.00600	Malt beverage	s containing	less than one	-half of 0.5 p	ercent alcol	nol by volume
	Statute	<u>.</u>	§3-5-90	<u> </u>		
	Year Enacted		1987			
	Year Effective		1987			
	Data Source		U.S. Econor	mic Census &	& American	Beer Institute
	Estimate Reliab	oility	Class B			
	Data Reliability	7	Class B			
	Note					
	Description:	Malt bevera	iges which co	ntain less tha	n one-half	of 1 percent alcohol by
		volume sha	ll not be subje	ect to any tax	levied under	er this title or any tax
		levied pursu	ant to author	ity granted by	y this title.	
				State Fiscal	l Years (\$ ir	n Millions)
				2022	2023	2024
	State Tax Expe	nditure		1	1	1

(m) Denotes a value of less than \$1 million

Alcoholic beverages tax expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
7.00100	§3-5-61	Sales to persons outside the state for resale or consumption outside
		the state
7.00200	§§3-5-61, 3-6-70	Sales to stores or canteens in U.S. military reservations
7.00500	§§3-5-61, 3-6-70	Exemption for ethyl alcohol used for certain purposes

8. Tobacco Products Excise Tax

This tax is levied upon the sale, receipt, purchase, possession, consumption, handling, distribution, or use of tobacco, cigars, and cigarettes in Georgia. The tax is imposed at a rate of 37 cents per pack of 20 cigarettes and a like rate, pro rata, for other sized packages. Little cigars, weighing not more than three pounds per thousand are taxed at a rate of 2.5 mills each (\$2.50 per 1000). All other cigars are taxed at 23 percent of the wholesale cost price, exclusive of any trade, cash, of other discounts or any promotion, advertising, display or other similar allowances. Loose or smokeless tobacco is taxed at a rate of 10 percent of the wholesale cost price.

Under legislation enacted in 2020, excise taxes are also levied on consumable vapor products beginning January 1, 2021. The tax is imposed at a rate of 5 cents per fluid milliliter for consumable vapor products in a closed system and 7 percent of the wholesale cost price for other consumable vapor products and devices.

The tax is administered by the Georgia DOR. In FY 2021, the tax totaled \$243 million. The proceeds of the tax are deposited into the State General Fund.

<u>8.00100</u>	Exemption for purchases for use exclusively by patients at the Georgia War Veterans							
	Home and the Georgia War Veterans Nursing Home							
	Statute		§48-11-2					
	Year Enacted		1955					
	Year Effective		Latest Modi	fication 200	3			
	Data Source		Georgia Dep	partment of V	Veterans Ser	rvices		
	Estimate Reliability Class E			•				
	5			Class B				
	Note							
	Description: Exemption for purchases for use exclusively by patients at the Georgia Wat						Georgia War	
	Veterans Home and the Georgia War Veterans Nursing Home							
	State Fiscal Years (\$ in Millions)							
				2022	2023	2024		
	State Tax Expenditure (m) (m) (m)							
	(m) Denotes a value o	f less than \$1 mill	lion					

(m) Denotes a value of less than \$1 million

Tobacco Products excise tax expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
8.00200	§48-11-3	De minimis amount brought into the state by one person
8.00300	§48-11-3	Cigars and cigarettes stored in a public warehouse
8.00400	§48-11-3	Certain cigars and cigarettes held by licensed dealers

9. Financial Institutions Special State Occupation Tax

This is a special state occupation tax imposed on the adjusted gross receipts of each depository financial institution that does business or owns property in the state. The state tax rate is levied at a rate of 0.25 percent. In addition to the state tax, counties and municipalities may levy a rate not to exceed 0.25 percent of gross receipts. Any amount paid under the special state occupation tax by a financial institution reduces the institution's state income tax liability by an equal amount.

The tax is administered by the Georgia DOR. The revenues from this tax in FY 2021 equaled \$28 million. The proceeds of the tax are deposited into the State General Fund.

<u>9.00100</u>	Deduction for inter	est paid				
	Statute	§48-6-	95			
	Year Enacted	1975				
	Year Effective	1975				
	Data Source	FDIC -	- Statistics on De	pository Ins	titutions	
	Estimate Reliability	Class I	3			
	Data Reliability	Class A	4			
	Note					
	Description: Fin	ancial institution	s are allowed to a	deduct from	gross receipt	ts interest paid
	on	all liabilities.				
			State Fisca	al Years (\$ in	n Millions)	
			2022	2023	2024	
	State Tax Expenditu	ire	3	5	5	

(m) Denotes a value of less than \$1 million

Financial institutions tax expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
9.00200	§48-6-95	Deductions for income from authorized activities of a domestic
		international banking facility
9.00300	§48-6-95	Deduction for income from banking business with persons or entities outside the U.S.

10. Special Assessment of Forest Land Conservation Use Property

Real property devoted to qualified conservation use is assessed at 40 percent of its current use value. This tax treatment is designed to reduce the property tax burden on landowners in an effort to discourage the conversion of land to residential or commercial use. The property must be maintained in a qualifying conservation use for a period of 10 years. Because the state offsets the loss of local government property tax revenue stemming from this exemption, this exemption represents a reduction in state tax revenues.

<u>10.00000</u>	Special assess	sment of fores	st land conserv	vation use pr	operty			
	Statute		§48-5A-2					
	Year Enacted		2008	2008				
	Year Effective		2008					
	Data Source		DOR Data f	for 2022				
	Estimate Relia	bility	Class A					
	Data Reliability	y	Class A	Class A				
	Note							
	Description:	appropriation independent	e available by ons and award t school distric l Conservatior	ed to countie cts for purpo n Use Proper	es, municipa ses of the S ty program	lities and co pecial Assess	unty or	
				State Fisca	l Years (\$ ir	n Millions)		
				2022	2023	2024		
	State Tax Expenditure			35	41	45		
	(m) Denotes a value of less than \$1 million							

11. Alternative Ad Valorem Tax on Motor Vehicles

As of March 1, 2013, motor vehicles titled in Georgia are subject to a title ad valorem tax, referred to as the TAVT or Motor Vehicle Title Fee. This legislation was passed in the 2012 session of the General Assembly and was substantially amended in the 2013 session. As part of the legislation, sales and use tax on the sale of motor vehicles was eliminated for purchases or leases occurring on or after March 1, 2013.

The tax base is the fair market value, at the time of titling, of new and used motor vehicles registered and titled in the state, including casual sales, dealer sales, leased vehicles, rental and salvage vehicles, and vehicles being brought into the state by people relocating to Georgia. For dealer sales, the tax base is reduced by the value of the purchaser's trade-in vehicle, if any. For dealer sales of new vehicles, the tax base is also reduced by the amounts of dealer rebates and cash discounts, if any. For most transactions occurring on or after January 1, 2020, the fair market value is equal to the retail selling price.

The statutory TAVT rate from January 1, 2020, through June 30, 2023, is 6.6 percent, after which the rate will be 7.0 percent. The revenue from the tax is shared between the state and local governments as specified by law; beginning July 1, 2019, the state and local shares are 35 percent and 65 percent, respectively.

The tax is administered by the Georgia DOR but collected at the local level. All proceeds from the state portion of the TAVT are deposited into the State General Fund. The TAVT generated \$736 million in state receipts for FY 2021 and \$1.38 billion for local governments.

<u>11.001</u>	Reduced rate for related family transfers						
	Statute		§48-5C-1(d)(1)-(2)			
	Year Enacted		2012				
	Year Effective		2013				
	Data Source		DOR Data				
	Estimate Relia	bility	Class A				
	Data Reliabilit	у	Class A				
	Note	-					
	Description:	A reduced 1	ate of 0.25 pe	ercent applie	s to transfers	s for a vehicl	e transferred
		between im	mediate fami	ly members	or a transfer	occurring as	a result of
	the death of an immediate family member.						
	State Fiscal Years (\$ in Millions)						
				2022	2023	2024	
	State Tax Expe	enditure		14	15	14	

Local Tax Expenditure 27 30 28

(m) Denotes a value of less than \$1 million

<u>11.002</u>	Disabled veteran exemption	<u>l</u>
	Statute	§48-5C-1(d)(1)-(2)
	Year Enacted	2012
	Year Effective	2013

Data Source	DOR Data
Estimate Reliability	Class A
Data Reliability	Class A
Note	

Description: Exemption from the title fee of the sale of a vehicle to a service-connected disabled veteran when the veteran received a grant from the U.S. Department of Veterans Affairs to purchase and specifically adapt the vehicle to his or her disability.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)
(m) Denotes a value of less than \$1 million			

d rota for 1 . .1. 11.003

Reduced rate for rental vel	nicles
Statute	§48-5C-1(d)(11)(A)
Year Enacted	2012
Year Effective	2013
Data Source	DOR Data
Estimate Reliability	Class A
Data Reliability	Class A
Note	
Description: Rental vehi	icles are subject to a reduced

state title fee rate of 0.625 percent of the fair market value and a local title fee rate of 0.625 percent of the fair market value.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	13	13	12
Local Tax Expenditure	31	29	27

(m) Denotes a value of less than \$1 million

Reduced rate for vehicles manufactured in years 1963-89 <u>11.004</u>

Statute		§48-5C-1(d)(17)		
Year Enacted		2012		
Year Effective		2013		
Data Source		DOR Data		
Estimate Reliab	oility	Class B		
Data Reliability		Class B		
Note				
Description: Vehicles ma state title fe percent of th cars to be va average of t the motor va		nufactured in years 1963 through 1989 are subject to a reduced e rate of 0.5 percent and reduced local title fee rate of 0.5 he fair market value of the vehicle. This provision allows kit alued at the greater of the retail selling price of the kit; the he current fair market value; or the current wholesale value of which. Vehicles with a model year prior to 1963, for which a		

1963, for which a conditional title has been obtained, are allowed to opt into the TAVT system upon payment of a state TAVT payment equal to 0.5 percent of the fair market value of the vehicle and a local TAVT payment equal to 0.5 percent of the fair market value of the vehicle.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)
(m) Denotes a value of less than \$1 million			

<u>11.005</u> Reduced rate for salvage vehicles

Statute	§48-5C-1(b)(2)
Year Enacted	2012
Year Effective	2013
Data Source	DOR Data
Estimate Reliabili	ty Class A
Data Reliability	Class A
Note	
Description: S	alvage vehicles are subject to a st
-	1

state title fee rate of 1 percent and are not subject to the local title fee State Figoal Vears (\$ in Millions)

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	13	13	12
Local Tax Expenditure	44	41	39

(m) Denotes a value of less than \$1 million

11.006 Dealer loaner vehicle exemption

Dealer founer vennere er	lomption
Statute	§48-5C-1(d)(12)
Year Enacted	2012
Year Effective	2013
Data Source	DOR Data
Estimate Reliability	Class B
Data Reliability	Class A
Note	

Description: Dealer loaner vehicles are exempt from the state and local title fee for a period of 366 days.

F	State Fisca	State Fiscal Years (\$ in Millions)			
	2022	2023	2024		
State Tax Expenditure	4	3	2		
Local Tax Expenditure	13	15	13		
(m) Denotes a value of less than \$1 million					

(m) Denotes a value of less than \$1 million

<u>11.007</u> Reduced rate for donated vehicles

<u> </u>	<u>- Reduced Tate</u>	ioi uonateu v	
	Statute		§48-5C-1(d)(13)
	Year Enacted		2012
	Year Effective		2013
	Data Source		DOR Data
	Estimate Reliab	oility	Class A
	Data Reliability	y	Class A
	Note		
	Description:	transferred t	nated to nonprofit organizations for the purpose of being o another person are subject to a reduced state title fee rate of 1 he fair market value of the vehicle. No local title fee applies

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)
(m) Denotes a value of less than \$1 million			

(m) Denotes a value of less than \$1 million

<u>11.008</u>	Extended payment period f	for out-of-state vehicles
	Statute	§48-5C-1(d)(3)
	Year Enacted	2012
	Year Effective	2013
	Data Source	DOR Data
	Estimate Reliability	Class B
	Data Reliability	Class B
	Note	In 2017, the treatment of out-of-state vehicles changed from
		12 percent of fair market value paid in two equal installments over two years to 3 percent of fair market value due upon
		registration.
	Description Vehicles re-	gistered by individuals moving from out-of-state are allowed to

Description: Vehicles registered by individuals moving from out-of-state are allowed to pay reduced title fee rate of three percent

	2022	2023	2024
State Tax Expenditure	22	21	20
Local Tax Expenditure	41	39	37

(m) Denotes a value of less than \$1 million

<u>11.009</u>

Statute	9+0-3C-1(a)(1)
Year Enacted	2012
Year Effective	2013
Data Source	DOR Data
Estimate Reliability	Class A
Data Reliability	Class A
Note	

Description: Both the state and local title fee is imposed on the fair market value of a vehicle net of the trade-in value of another motor vehicle, rebates or cash discounts.

State Fiscal Years (\$ in Millions)		
2022	2023	2024
164	154	156
305	287	289
	2022 164	2022 2023 164 154

(m) Denotes a value of less than \$1 million

<u>**11.010**</u> Special assessment for used vehicles

Statute	§48-5C-1(a)(1)(C)
Year Enacted	2012
Year Effective	2013
Data Source	DOR Data
Estimate Reliability	Class B
Data Reliability	Class C
Note	

Description: Under certain conditions, used vehicles may be valued based on bill of sale, odometer reading, and values from alternative pricing guides.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	9	8	8
Local Tax Expenditure	16	15	15
(m) Denotes a value of less than \$1 million			

(m) Denotes a value of less than \$1 million

<u>11.012</u> Buy here pay here transactions

Statute		§48-5C-1(b)(1)(B)(xv)
Year Enacted		2013
Year Effective		2014
Data Source		DOR Data
Estimate Reliab	ility	Class A
Data Reliability		Class A
Note		
Description:	Seller finance	ed used car transactions a

Description: Seller financed used car transactions are subject to a title fee rate that is two and a half percentage points below the standard title fee rate.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	6	5	5
Local Tax Expenditure	10	10	9

(m) Denotes a value of less than \$1 million

11.014Treatment of Leased Vehicles
StatuteStatute§48-5C-1(a)(1)(E)
Year EnactedYear Enacted2017
Year EffectiveData SourceDOR Data
Estimate ReliabilityClass A

Description: The TAVT is levied only on the base payments under the lease agreement.

State Fiscal Years (\$ in Millions)

	2022	2023	2024
State Tax Expenditure	9	8	8
Local Tax Expenditure	17	16	15

(m) Denotes a value of less than \$1 million

Data Reliability

Note

<u>11.015</u> Treatment of vehicles involved in divorce settlement or business reorganization</u> Statute $\frac{848-5C-1(d)(18)}{848-5C-1(d)(15)}$

Class A

Statute		948-5C-1(0)(18), 948-5C-1(0)(15)
Year Enacted		2018
Year Effective		2018
Data Source		Fiscal Note for HB 329 LC 28 8929S for 2018
Estimate Reliab	oility	Class A
Data Reliability	7	Class A
Note		
Description:	Vehicles tran	nsferred because of a divorce decree are subject to a reduced
	state TAVT	rate of 0.5 percent of vehicle fair market value and a reduced
	local TAVT	rate of 0.5 percent of vehicle fair market value. The transfer of

a title made as a result of a business reorganization is exempt from the title fee.

	State Fiscal Years (\$ in Millions)		
	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	(m)	(m)	(m)
(m) Denotes a value of less than \$1 million			

(m) Denotes a value of less than \$1 million

<u>11.016</u> Treatment of non-IRP Buses

Statute	§48-5C-1(d)(7.1)
Year Enacted	2018
Year Effective	2018
Data Source	Fiscal Note for HB 329 LC28 8929S for 2018
Estimate Reliability	Class A
Data Reliability	Class A
Note	
Description: In the case	of for-hire charter buses and motor coaches which seat at least
15 passeng	ers or more, the legislation allows the TAVT to be paid over a
12-month	period in two equal installments.

State Fiscal Years (\$ in Millions)

	2022	2023	2024
State Tax Expenditure	13	14	13
Local Tax Expenditure	24	25	23

(m) Denotes a value of less than \$1 million

<u>11.0</u>17 Exemption for vehicles purchased by disabled first responders Statute §48-5C-1(a)(.1) Year Enacted 2019 Year Effective 2019 Data Source Fiscal Note SB 138 LC 43 1258 for 2019 **Estimate Reliability** Class A Data Reliability Class A Note **Description:** Vehicles purchased by disabled first responders, as defined on O.C.G.A. 45-9-85, or a surviving spouse are exempt from TAVT up to a maximum of \$50,000 in aggregate fair market value combined for all motor vehicles that he or she registers during any three-year period. State Fiscal Years (\$ in Millions)

	2022	2023	2024
State Tax Expenditure	(m)	(m)	(m)
Local Tax Expenditure	0	0	0

(m) Denotes a value of less than \$1 million

Title ad valorem tax expenditures for which an estimate is not currently available

Expenditure	Statute	Summary
11.013	§48-5C-1	Exemption for leased vehicles qualifying for Manufacturing Headquarters

12. Special Excise Tax on Consumer Fireworks

An excise tax of 5 percent is levied on gross receipts from the retail sale of fireworks, in addition to any state and local taxes otherwise imposed by law. This tax was enacted in 2015, effective for sales on or after July 1, 2015. The tax is administered by the Georgia DOR and the proceeds from this excise tax are deposited into the State General Fund. The consumer fireworks tax generated \$2.72 million in state receipts for FY 2021.

13. State Hotel-Motel Tax

An excise tax of \$5.00 per day is levied on each room rented or leased. This tax was enacted in 2015 and became effective on July 1, 2015. The tax is administered by the Georgia DOR. Although collections from this tax are deposited into the State General Fund, they must be appropriated exclusively for transportation purposes. The state hotel-motel tax generated \$139 million in state receipts for FY 2021.

14. For-Hire Ground Transport Excise Tax

An excise tax is imposed on for hire ground transport trips (50 cents per trip) and shared for hire ground transport trips (25 cents per trip). The per-trip amount of the tax is to be adjusted annually for inflation using the Consumer Price Index for All Urban Consumers rate published by the U.S. Bureau of Labor Statistics. The tax was enacted in 2020 and produced \$15.9 million in state receipts for FY 2021.

Appendix of Tables

Expenditure	Summary	Tax	Expiration Date
1.6.003	Driver Education Credit	State	•
		Individual	
		Income Tax	12/31/2018
1.6.025	Qualified Transportation Credit	Total State	
		Credit	12/31/2018
1.6.030	Diesel Particulate Emission Reduction	Total State	12/01/2010
1.0.020	Technology Equipment Credit	Credit	12/31/2018
1.6.034	Georgia Employer GED Tax Credit (previously	crouit	12,01,2010
110100	known as the Employer's Credit for Basic Skills	Total State	
	Education)	Credit	12/31/2019
1.6.037	Qualified Investor Tax Credit	State	12/31/2019
1.0.057	Quanned investor rax Credit	Individual	
		Income Tax	12/21/2020
1.6.039	Tax credit for water conservation facilities and	Total State	12/31/2020
1.0.039			12/21/2016
1 < 0.40	qualified water conservation investment property	Credit	12/31/2016
1.6.040	Tax credit for shift from groundwater usage	Total State	12/21/2016
1 6 0 4 0		Credit	12/31/2016
1.6.042	Tax credit for purchase of alternative fuel heavy-	Total State	
	duty or medium-duty vehicle	Credit	6/30/2017
1.6.044	Employer tax credit for hiring qualified parolees	Total State	
		Credit	12/31/2019
2.1.007	Exclusion of health insurance benefits for military	Federal	
	retirees and retiree dependents enrolled in	Corporate	
	Medicare	Income Tax	1/1/2015
2.2.013	Election to expense 50 percent of qualified	Federal	
	property used to refine liquid fuels	Corporate	
		Income Tax	1/1/2015
2.6.014	Qualified Transportation Credit	Total State	
		Credit	12/31/2018
2.6.019	Diesel Particulate Emission Reduction	Cleuit	12/31/2018
2.0.019		Total State	
	Technology Equipment Credit	Credit	12/31/2018
2.6.023	Georgia Employer GED Tax Credit (previously		
	known as the Employer's Credit for Basic Skills	Total State	
	Education)	Credit	12/31/2019
2.6.028	Tax credit for water-conservation facilities and		
	qualified water-conservation investment property		
		Total State	
		Total State	10/21/2016
2 6 0 20	Tor and it for this frame a second instances	Credit	12/31/2016
2.6.029	Tax credit for shift from groundwater usage	Total State	10/21/2016
		Credit	12/31/2016

Table 1: Summary of Recently Expired Provisions⁴

⁴ Summary of provisions that have expired since January 1, 2015

Expenditure	Summary	Tax	Expiration Date
2.6.031	Tax credit for purchases of alternative fuel heavy- duty or medium-duty vehicle	Total State Credit	6/30/2017
4.00730	Sales of tangible property and services to a nonprofit volunteer health clinic primarily treating patients with incomes below 200 percent of the poverty level	Sales and Use Tax	6/30/2019
4.03310	Partial sales tax exemption for jet fuel sold to or used by a qualifying airline at a qualifying airport	Sales and Use Tax	6/30/2015
4.05730	Exemption for food and food ingredients that are donated following a natural disaster and used for disaster relief	Sales and Use Tax	6/30/2020
4.07500	Sales tax holiday for back-to-school items	Sales and Use Tax	7/31/2016
4.08200	Sales tax holiday for water-efficient and energy- efficient purchases	Sales and Use Tax	10/2/2016
4.08700	Sales of tangible personal property used to renovate or expand a zoological institution	Sales and Use Tax	6/30/2018
4.08800	Sale of tangible personal property used in the construction of a qualified civil rights museum	Sales and Use Tax	7/30/2015
4.09600	Exemption for sales or use of construction materials used for or in the construction of buildings at a private college	Sales and Use Tax	6/30/2016
4.09800	Sales of tangible personal property and services to a qualified job training organization	Sales and Use Tax	6/30/2020
4.09900	Exemption for expenses related to the renovation or expansion of qualified theatres	Sales and Use Tax	1/1/2019
4.10300	Exemption for construction materials used in construction of an automobile museum	Sales and Use Tax	12/31/2020
6.00100	Motor fuel tax refunds for agricultural purposes	Motor Fuel Tax	6/30/2015
6.00200	Sale of fuel to mass transit vehicles	Motor Fuel Tax	6/30/2015
6.00300	Sale of fuel to campus transportation vehicles	Motor Fuel Tax	6/30/2015
6.00600	Motor fuel tax exemption for public school buses	Motor Fuel Tax	6/30/2015

Table 1:	Summary of	Recently Ex	voired Prov	isions ⁴
I abic I.	Summary of	fuccinity L2	spincu i rovi	1910119

Fynanditura	Summory	State FY 2022	State FY 2023	State FY 2024	
Expenditure	Summary	F I 2022	F I 2023	F I 2024	
Sales Tax Exen	nption for a Business Input ⁵				
	Sales of fuel or consumable supplies used by				
4.01700	ships engaged in inter-coastal or foreign	7	0	0	
4.01700	commerce	/	9	9	
	Machinery and equipment used to handle,				
	move, or store tangible personal property in				
4.03410	certain distribution facilities	Estimate n	ot available	at this time	
	Machinery and equipment used directly to				
	remanufacture certain aircraft engines or				
4.03420	aircraft engine parts	(m)	(m)	(m)	
	Cargo containers and related chassis used for				
	storage or shipping by persons engaged in				
4.02010	international shipment of tangible personal				
4.03910	property	Estimate n	ot available	at this time	
	The sale or use of paper stock when used to				
4.04500	print catalogs for distribution outside Georgia	Estimate not available at this time			
	Sale of crab bait to licensed commercial				
4.04800	fishermen	(m)	(m)	(m)	
	Sale of certain machinery and equipment used	()	()	()	
	to improve air quality in a clean room of Class				
4.06000	100,000 or less	(m)	(m)	(m)	
	Sale of dyed diesel fuel used exclusively for				
	operations of vessels or boats by licensed				
4.06500	commercial fishermen	(m)	(m)	(m)	
	Sale of certain computer equipment when the				
	total qualifying purchases by a high				
4.06800	technology company exceed \$15 million	77	80	83	
	Sales of machinery and equipment and				
	material incorporated and used in a clean				
4.06900	room of Class 100 or less	Estimate Combined with 4.0600			
	Sale of natural gas used directly in the				
4.07000	manufacture of electricity	92	86	78	
	The purchase of food and nonalcoholic				
	beverages provided at no charge aboard a				
4.08100	qualified airline	6	7	7	
	Sale of biomass materials used to produce				
4.08300	electricity or steam intended for sale	2	3	3	
	The sale, use, consumption, or storage of				
	materials, containers, labels, sacks, or bags				
4 00 400	used for packaging tangible personal property		C = 1 ¹ 1		
4.09400	for shipment or sale	Estimate	Combined v	v1th 4.3.3	

Table 2: Sales and Use Tax Expenditures by Type

⁵ Sales tax exemptions which are defined primarily as an exemption for a profit-making business.

	Table 2: Sales and Use Tax Experiortur		at i	GL 1
Expenditure	Summary	State FY 2022	State FY 2023	State FY 2024
Expenditure	Exemption for energy, machinery or	I I 2022	FI 2023	T 1 2024
	equipment, industrial material, and			
4.3.2	consumable supplies used in manufacturing	3,515	3,763	3,985
	Sale and use by a qualified agriculture			
	producer of agricultural production inputs,			
	energy used in agriculture, and agricultural			
4.3.3	machinery and equipment	242	257	259
4.3.4	Exemption for qualified boat repairs	(m)	(m)	(m)
Sales Tax Exem	uption for a Specific Item ⁶			
	Federal retailer's excise tax if separately			
	itemized to the consumer and Georgia motor			
4.00300	fuel tax imposed on the sale of motor fuel	Estimate n	ot available	at this time
	Sales of transportation furnished by a county			
	or municipal public transit system or public			
4.00400	transit authorities	7	8	9
	Sales of transportation furnished by an	- ·		1 4 0 0 4 0 0
4.00500	approved and authorized urban transit system	Estimate combined with 4.00400		th 4.00400
	School lunches sold and served to pupils and			
4.01200	employees of public schools	(m)	7	7
		(111)	,	,
4.01000	School lunches sold and served to pupils and			
4.01300	employees of approved private schools	(m)	1	1
	Charges for transportation of tangible personal			
4 01900	property made in connection with interstate or			
4.01800	intrastate transportation	Estimate not available at this time		at this time
4.02000	Water delivered through water mains, lines, or pipes	32	32	32
4.02000	Professional, insurance or personal service	52	32	52
	transactions which involve sales as			
	inconsequential elements for which no	See exp	enditure esti	mate for
4.02200	separate charge is made	·	ervices 4.505	
4 02200	Repair services when a separate charge is	See expenditure estimate for		
4.02300	made to the customer	S	ervices 4.511	10
	Rental of videotape or film to persons			
4.02400	charging admission to view the tape or film	3	4	5
4.03300	Common or common and contract carriers	Estimate not available at this time		
	Use or lease of tangible personal property			
	when the lessor and lessee are under 100			
4.04200	percent common ownership and where the	Estimate n	ot available	at this time
		•		

⁶ Sales tax exemptions which are defined primarily by the item being purchased and not defined, or only generally defined, by the seller or purchaser.

	Table 2: Sales and Use Tax Experiatur		64-4-	64-4-
Expenditure	Summary	State FY 2022	State FY 2023	State FY 2024
	person who furnishes, leases, or rents the		112020	
	property has paid sales or use tax on the			
	property			T
	Revenues from coin-operated amusement			
	machines for which individual permits are			
4.04300	required	48	50	52
	Sale of drugs dispensed by prescription,			
	prescription glasses, contact lenses, contact			
	lens samples and sales or use of certain			
4.04700	controlled substances or dangerous drugs	486	509	534
	Sale of insulin syringes and blood glucose			
4.05000	level measuring strips dispensed without a	10	10	14
4.05000	prescription	12	13	14
	Sale of oxygen when prescribed by a licensed			
4.05100	physician	1	1	1
4.05200	Sale or use of hearing aids	6	6	6
4.05400	Sale or use of any durable medical equipment	16	10	51
4.05400	or prosthetic device prescribed by a physician	46	48	51
4.05500	Sale of Georgia lottery tickets	250	303	367
4.05700	Food purchased for off-premises consumption	751	838	911
	Advertising inserts that are used in			
4.06100	newspapers for resale	Estimate not available at this time		at this time
	Sod grass sold in the original state of			
	production by the sod producer, employee of			
	the producer, or family member of the			
4.06200	producer	3	3	4
4.06600	Sale of gold, silver, or platinum bullion	6	6	6
4.06700	Sale of coins or currency	(m)	(m)	(m)
	The sale of prewritten software which has	(111)	(111)	(111)
	been delivered to the purchaser electronically			
4.09100	or by means of load and leave	Estimate n	ot available	at this time
	Examption for color of tickets to a maller 1			
4.10000	Exemption for sales of tickets to a qualified fine arts performance or exhibition	(m)	(m)	(m)
т.10000			(111)	

 Table 2: Sales and Use Tax Expenditures by Type

ExpenditureStateStateStateStatePartial exemption for qualified manufactured1315174.10200homes1315174.3.5Exemption for the sale and use of jet fuel627161Sales Tax Exemption for a Specific PurchaserSales to Federal Government, State of Georgia or a county or municipality in Georgia or any agency of such governmentsEstimate not available at this timeSales to any Hospital Authority created by2224.00600Georgia law222Sales to any Housing Authority created by2224.00610Georgia law222Sales to local government authorities created on or after January 1, 1980, for the principal purpose of constructing, owning, or operating a coliseum and related facilities(m)(m)4.00630by the Department of Agriculture(m)(m)(m)4.00700treatment function148158167Sales of tangible personal property and services to an approved nursing home, inpatient hospice, general hospital or mental hospital when used specifically in the devices to a nonprofit organization whose services to a nonprofit organization	Table 2: Sales and Use Tax Expenditures by Type				
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4.00800services to the University System of Georgia and its educational units454442Sale of tangible personal property and services used exclusively in the educational function of5555					
4.00800and its educational units454442Sale of tangible personal property and services used exclusively in the educational function of					
Sale of tangible personal property and services used exclusively in the educational function of	4.00800		45	44	42
used exclusively in the educational function of					
•					
	4.00900	•	Estimate c	combined wi	th 4.00800

⁷ Sales tax exemptions which are defined primarily by the purchaser and not defined, or only generally defined, by the seller or the item being purchased.

		State	State	State
Expenditure	Summary	FY 2022	FY 2023	State FY 2024
Experiantare	located in Georgia in which the credits are	I I 2022	FI 2023	II 2024
	accepted by the University System of Georgia			
	Sales of tangible personal property and services used exclusively in the educational			
	function of an approved private elementary or			
4.01000	secondary school	5	6	6
	Sale of tangible personal property or services		0	
	to, and the purchase of tangible personal			
	property or services by, any educational or			
4.01100	cultural institute	(m)	(m)	(m)
	All tangible personal property purchased			
	outside this state by a nonresident when the			
	property is brought into Georgia upon the			
4.01900	nonresident becoming a resident	Estimate n	ot available	at this time
	Sales, transfers, or exchanges of tangible			
	personal property resulting from business			
	reorganization when the owners, partners, or			
4 02100	stockholders maintain the same proportionate	Estimata n	ot available	at this times
4.02100	interest or share in the newly formed business	Estimate n	ot available	at this time
	Sale of tangible personal property manufactured or assembled in Georgia for			
	export when delivery is taken outside of			
4.03100	Georgia	Estimate not available at this time		
	Machinery and equipment used in a facility			
	for the primary purpose of reducing or			
4.03600	eliminating air and water pollution	(m)	(m)	(m)
	Machinery and equipment used for water		• • •	· · · ·
	conservation and incorporated into a qualified			
4.03610	water conservation facility.	Estimate n	ot available	at this time
	Sale of major components or repair parts			
	installed in military aircraft, vehicles, or			
4.04000	missiles	28	31	33
	Sale of tangible personal property and services			
4.04100	to a nonprofit child-caring institution, child-	1	1	1
4.04100	placing agency, or maternity home	1	1	1
	Sale of tangible personal property or taxable			
4.04600	services to nonprofit blood banks	1	1	1
4.06810	High-Tech Data Center Equipment Exemption	12	13	15
	Sale to or by an organization whose primary		-	
	purpose is to raise funds for books, materials,			
4.07100	and programs for public libraries	(m)	(m)	(m)

Table 2: Sales and Use Tax Expenditur	es by Type
	G ()

State State				State
Expenditure	Summary	FY 2022	FY 2023	FY 2024
Lapenditure	Summery		112020	112021
	Exemption for personal property used in the			
4.07600	renovation or expansion of an aquarium	(m)	0	0
		()		
	Sale of tangible personal property used for and			
	in the construction of a competitive project of			
4.09300	regional significance	9	9	5
	Sales of admission to a nonrecurring major			
4.09700	sporting event	(m)	(m)	(m)
4.07700		(111)	(111)	(III)
	Exemption for poultry diagnostic and disease			
4.10400	monitoring service nonprofit organization	(m)	(m)	(m)
Sales Tax Exen	nption for a Specific Purchaser of a Specific Item	1 ⁸		
	Sales of pipe organs or steeple bells to any			
4.01510	church qualifying as a nonprofit	(m)	(m)	(m)
	Vehicles purchased by service-connected			
	disabled veterans when the U.S. Dept. of			
	Veterans Affairs supplies a grant to purchase a			
4.03000	specially adapted the vehicle	(m)	(m)	(m)
	Aircraft, watercraft, motor vehicles, and other			
	transportation equipment manufactured or			
	assembled in this State for exclusive use			
4.03200	outside Georgia	Estimate not available at this time		at this time
	Sale of motor vehicles to nonresident			
	purchasers when vehicles are immediately			
	removed from Georgia and titled in another			
4.04400	state	Estimate not available at this time		at this time
	Transactions where food stamps or WIC			
4.05300	coupons are used as the method of payment	180	159	125
4.03300		160	139	123
	Sales of food and beverages to a qualified			
4.05710	food bank	(m)	(m)	(m)
	Funeral merchandise when paid with funds			
	from the Georgia Crime Victims Emergency			
4.06300	Fund	(m)	(m)	(m)
	Sale of prescribed mobility enhancing			
4.07200	equipment	(m)	(m)	(m)
	Sales of engines, parts, equipment, and other	()	()	()
	tangible personal property used in the			
4.08600	maintenance or repair of certain aircraft	22	23	23

⁸ Sales tax exemptions which are specifically defined by the purchaser as well as the item being purchased.

	Table 2: Sales and Use Tax Expenditur	es by Type		
Expenditure	Summary	State FY 2022	State FY 2023	State FY 2024
•	The sale of certain written material by a			
4.10100	nonprofit	8	9	9
Sales Tax Exen	ption for a Specific Seller ⁹			
	Tangible personal property furnished by the			
	federal government, or any county or			
	municipality, and used by a contractor in the			
	installation, repair, or extension of any public			
4.00200	water, gas, or sewer system	Estimate n	ot available	at this time
	Specific fundraising sales by any religious			
	institution lasting no more than 30 days in a			
	calendar year and sales of religious paper			
	when the paper is owned and operated by the			
4.01500	religious institution	1	1	1
	Sale of tangible personal property and fees			
	and charges for services by the Rock Eagle 4-			
4.03800	H Center	(m)	(m)	(m)
	Certain sales by a public or private school of			
	tangible personal property, concessions, and			
4.03900	tickets for admission to school functions	2	2	2
4.05.000	Sale by any qualified nonprofit parent teacher	(((
4.05600	organization	(m)	(m)	(m)
	Exemption for prepared food and food			
	ingredients that are donated to a qualified			
	nonprofit agency and used for hunger relief			
4.05720	purposes	2	2	2
4.0.7000	Sale of eligible food and beverages by any	_		
4.05900	Girl or Boy Scout council	1	1	1
4.3.6	Exemption for sales within an enterprise zone	Estimate not available at this time		
	Compensation of dealers for reporting and			
4.70000	paying tax	99	100	103

Table 2: Sales and	Use Tax Expenditures by Type
Table 2. Sales and	Ose Tax Expenditures by Type

⁹ Sales tax exemptions which are specifically defined by the seller.

Tables 3-9: Distributional Tables of Selected Provisions

Tables 3 through 9 provide information on the distribution across Georgia AGI for selected exemptions and deductions from the state personal income tax. The data used to produce the tables are from the state personal income tax files for 2019. It has not been adjusted for inflation, nor does it reflect any legislative changes that may have occurred since 2019. Column 1 of each table provides the categories of Georgia AGI. Column 2 (Number of Returns) provides the number of returns for each AGI category. Column 3 (Average Value) gives the average value of the tax exemption or deduction taken by filers in each AGI category. Column 4 (Total) provides the total value of the deduction or exemption associated with each AGI category and column 5 (Percent of Total) provides the percent of the total value of the deduction or exemption that falls into that AGI category.

	Number of Returns	Average Value	Total	Percent of Total Dollars
$GA AGI \leq 0$	468,447	\$4,732	\$2,216,492,800	7.8%
0 <ga agi="" td="" ≤\$25,000<=""><td>1,449,398</td><td>\$4,959</td><td>\$7,188,206,200</td><td>25.2%</td></ga>	1,449,398	\$4,959	\$7,188,206,200	25.2%
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>1,094,150</td><td>\$5,982</td><td>\$6,544,785,200</td><td>22.9%</td></ga>	1,094,150	\$5,982	\$6,544,785,200	22.9%
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>845,901</td><td>\$7,168</td><td>\$6,063,138,300</td><td>21.2%</td></ga>	845,901	\$7,168	\$6,063,138,300	21.2%
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>650,444</td><td>\$9,398</td><td>\$6,112,935,900</td><td>21.4%</td></ga>	650,444	\$9,398	\$6,112,935,900	21.4%
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>29,365</td><td>\$10,345</td><td>\$303,785,500</td><td>1.1%</td></ga>	29,365	\$10,345	\$303,785,500	1.1%
GA AGI >\$1,000,000	14,863	\$10,085	\$149,898,500	0.5%
Total	4,552,568	\$6,278	\$28,579,242,400	100.0%

The percent of total column may not sum to 100 percent due to rounding.

Table 4: Retirement Income Exclusion					
	Number of Returns	Average Value	Total	Percent of Total Dollars	
$GA AGI \leq 0$	419,572	\$29,958	\$12,569,469,697	43.7%	
0 <ga agi="" td="" ≤\$25,000<=""><td>208,973</td><td>\$28,929</td><td>\$6,045,449,621</td><td>21.0%</td></ga>	208,973	\$28,929	\$6,045,449,621	21.0%	
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>111,932</td><td>\$27,387</td><td>\$3,065,444,816</td><td>10.7%</td></ga>	111,932	\$27,387	\$3,065,444,816	10.7%	
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>107,582</td><td>\$28,636</td><td>\$3,080,744,455</td><td>10.7%</td></ga>	107,582	\$28,636	\$3,080,744,455	10.7%	
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>88,764</td><td>\$37,422</td><td>\$3,321,702,790</td><td>11.6%</td></ga>	88,764	\$37,422	\$3,321,702,790	11.6%	
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>6,041</td><td>\$60,336</td><td>\$364,488,264</td><td>1.3%</td></ga>	6,041	\$60,336	\$364,488,264	1.3%	
GA AGI >\$1,000,000	3,965	\$71,798	\$284,678,234	1.0%	
Total	946,829	\$30,345	\$28,731,977,877	100.0%	

Table 1. Patiroment Income Evaluation

The percent of total column may not sum to 100 percent due to rounding.

	Number of	Average	Total	Percent of
	Returns	Value	1000	Total Dollars
$GA AGI \le 0$	2,763	\$9,911	\$27,384,843	7.9%
0 <ga agi="" td="" ≤\$25,000<=""><td>2,296</td><td>\$3,916</td><td>\$8,990,585</td><td>2.6%</td></ga>	2,296	\$3,916	\$8,990,585	2.6%
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>2,904</td><td>\$3,480</td><td>\$10,106,349</td><td>2.9%</td></ga>	2,904	\$3,480	\$10,106,349	2.9%
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>7,389</td><td>\$3,376</td><td>\$24,948,331</td><td>7.2%</td></ga>	7,389	\$3,376	\$24,948,331	7.2%
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>37,187</td><td>\$5,827</td><td>\$216,698,007</td><td>62.6%</td></ga>	37,187	\$5,827	\$216,698,007	62.6%
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>3,508</td><td>\$11,416</td><td>\$40,046,528</td><td>11.6%</td></ga>	3,508	\$11,416	\$40,046,528	11.6%
GA AGI >\$1,000,000	1,243	\$14,250	\$17,712,884	5.1%
Total	57,290	\$6,037	\$345,887,527	100.0%

Table 5: Georgia Higher Education Savings Plan Deduction

The percent of total column may not sum to 100 percent due to rounding.

Table 6: Interest on U.S. Obligations

	Number of	Average	Total	Percent of
	Returns	Value		Total Dollars
$GA AGI \leq 0$	30,226	\$35,936	\$1,086,213,441	90.8%
0 <ga agi="" td="" ≤\$25,000<=""><td>7,646</td><td>\$1,961</td><td>\$14,993,645</td><td>1.3%</td></ga>	7,646	\$1,961	\$14,993,645	1.3%
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>5,152</td><td>\$1,861</td><td>\$9,587,214</td><td>0.8%</td></ga>	5,152	\$1,861	\$9,587,214	0.8%
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>7,556</td><td>\$1,715</td><td>\$12,961,844</td><td>1.1%</td></ga>	7,556	\$1,715	\$12,961,844	1.1%
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>16,590</td><td>\$1,994</td><td>\$33,075,286</td><td>2.8%</td></ga>	16,590	\$1,994	\$33,075,286	2.8%
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>2,956</td><td>\$2,582</td><td>\$7,631,704</td><td>0.6%</td></ga>	2,956	\$2,582	\$7,631,704	0.6%
GA AGI >\$1,000,000	2,812	\$11,466	\$32,243,568	2.7%
Total	72,938	\$16,407	\$1,196,706,702	100.0%

The percent of total column may not sum to 100 percent due to rounding.

Table 7: Blind and Age 65 Deductions

Tuble 77 Dinia and 11ge of Deductions					
	Number of	Average	Total	Percent of	
	Returns	Value		Total Dollars	
$GA AGI \leq 0$	320,420	\$1,821	\$583,460,800	51.4%	
0 <ga agi="" td="" ≤\$25,000<=""><td>150,447</td><td>\$1,788</td><td>\$268,947,900</td><td>23.7%</td></ga>	150,447	\$1,788	\$268,947,900	23.7%	
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>67,891</td><td>\$1,752</td><td>\$118,965,600</td><td>10.5%</td></ga>	67,891	\$1,752	\$118,965,600	10.5%	
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>54,758</td><td>\$1,758</td><td>\$96,239,000</td><td>8.5%</td></ga>	54,758	\$1,758	\$96,239,000	8.5%	
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>33,853</td><td>\$1,840</td><td>\$62,286,900</td><td>5.5%</td></ga>	33,853	\$1,840	\$62,286,900	5.5%	
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>1,558</td><td>\$2,003</td><td>\$3,121,300</td><td>0.3%</td></ga>	1,558	\$2,003	\$3,121,300	0.3%	
GA AGI >\$1,000,000	695	\$2,031	\$1,411,800	0.1%	
Total	629,622	\$1,802	\$1,134,433,300	100.0%	

The percent of total column may not sum to 100 percent due to rounding.

	Number of Returns	Average Value	Total	Percent of Total Dollars
$GA AGI \le 0$	436,569	\$5,062	\$2,209,765,400	11.0%
0 <ga agi="" td="" ≤\$25,000<=""><td>1,417,583</td><td>\$4,728</td><td>\$6,702,893,800</td><td>33.4%</td></ga>	1,417,583	\$4,728	\$6,702,893,800	33.4%
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>1,033,547</td><td>\$4,827</td><td>\$4,989,439,200</td><td>24.8%</td></ga>	1,033,547	\$4,827	\$4,989,439,200	24.8%
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>711,475</td><td>\$5,229</td><td>\$3,720,230,600</td><td>18.5%</td></ga>	711,475	\$5,229	\$3,720,230,600	18.5%
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>415,239</td><td>\$5,771</td><td>\$2,396,151,400</td><td>11.9%</td></ga>	415,239	\$5,771	\$2,396,151,400	11.9%
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>8,702</td><td>\$5,832</td><td>\$50,751,600</td><td>0.3%</td></ga>	8,702	\$5,832	\$50,751,600	0.3%
GA AGI >\$1,000,000	3,030	\$5,799	\$17,571,200	0.1%
Total	4,026,145	\$4,989	\$20,086,803,200	100.0%

Table 8: Standard Deduction

The percent of total column may not sum to 100 percent due to rounding.

Table 9: Federally Taxable Social Security Benefits

	Number of	Average	Total	Percent of
	Returns	Value		Total Dollars
$GA AGI \le 0$	275,604	\$16,848	\$4,643,439,602	42.5%
0 <ga agi="" td="" ≤\$25,000<=""><td>127,771</td><td>\$15,094</td><td>\$1,928,595,423</td><td>17.7%</td></ga>	127,771	\$15,094	\$1,928,595,423	17.7%
\$25,000 <ga agi="" td="" ≤\$50,000<=""><td>86,806</td><td>\$17,156</td><td>\$1,489,240,969</td><td>13.6%</td></ga>	86,806	\$17,156	\$1,489,240,969	13.6%
\$50,000 <ga agi="" td="" ≤\$100,000<=""><td>73,047</td><td>\$20,952</td><td>\$1,530,467,401</td><td>14.0%</td></ga>	73,047	\$20,952	\$1,530,467,401	14.0%
\$100,000 <ga agi="" td="" ≤\$500,000<=""><td>47,474</td><td>\$24,650</td><td>\$1,170,226,825</td><td>10.7%</td></ga>	47,474	\$24,650	\$1,170,226,825	10.7%
\$500,000 <ga agi="" td="" ≤\$1,000,000<=""><td>3,057</td><td>\$30,299</td><td>\$92,624,723</td><td>0.8%</td></ga>	3,057	\$30,299	\$92,624,723	0.8%
GA AGI >\$1,000,000	2,020	\$32,329	\$65,304,639	0.6%
Total	615,779	\$17,733	\$10,919,899,582	100.0%

The percent of total column may not sum to 100 percent due to rounding.