

## SENATE BILL SUMMARY

Prepared by the Division of Legislative Information for the Senate Bill **AS ORIGINALLY FILED**. For more detail, see Senate Bill Analyses, if available, prepared by the Senate's professional committee staff.

### SB 850 Corporate Income Tax Credits by Senator Fasano

Establishes the New Markets Tax Credit Program to encourage capital investment in rural and urban low-income communities. Allows state taxpayers to receive future credit against specified state taxes by investing in community development entities that make quality equity investments in qualified active low-income community businesses.

Authorizes the Office of Tourism, Trade, and Economic Development (OTTED) to qualify certain equity investments or long-term debt securities as eligible for tax credits against either the corporate income tax or a specified insurance premium tax. Requires the taxpayer to elect which tax, or a stated combination of both, the credit will be applied against.

Requires qualified community development entities that receive an annual allocation of tax credits in an amount equal to or exceeding \$500,000 to participate in a state single audit pursuant to the Florida Single Audit Act. Provides for recapture of authorized tax credits by the Department of Revenue (DOR) under specified circumstances.

Requires annual reporting to the OTTED by community development entities that have received such certification. Authorizes examinations by the OTTED to verify that tax credits have been received and applied according to the requirements of the program and to verify information provided by community development entities.

Authorizes the DOR to disclose specified confidential information to the OTTED relative to the program and subjects such information to the same confidentiality as imposed on the DOR. (See bill for details)