

TAX: CORPORATE INCOME TAX
ISSUE: INDUSTRIAL PARTNERSHIP PROFESSORSHIP CREDIT
BILL NUMBER(S): CS FOR SB 74
SPONSOR(S): SEBESTA
MONTH/YEAR COLLECTION IMPACT BEGINS: JULY 1, 2000
DATE OF ANALYSIS: JANUARY 25, 2000

SECTION 1: NARRATIVE

- a. **Current Law:** There is no industrial partnership professorship credit against corporate income tax.
- b. **Proposed Change:** Establishes The Industrial Partnership Professorship Program within State University System for a period of ten years
- A maximum of 15 professorships may be established by the Board of Regents
 - A (renewable) contract sponsoring an industrial professorship will be for a minimum of one year.
 - The sponsoring corporation provides two-thirds of the costs of each professorship. Cost is defined as to include salary, benefits, and other associated costs of the position.
 - The State University System will provide one-third.
 - Total expenditures by the state are capped at \$500,000 for each fiscal year, resulting a maximum amount contributed by corporations of \$1 million.
 - The corporations sponsoring an industrial professorship will be allowed an annual credit against the corporate income tax, as provided in s.220.192, for one half the amount contributed to the establishment and maintenance of the position.
 - If any credit is not fully used in the first year, the unused amount may be carried forward for a maximum of five years.

SECTION 2: DESCRIPTION OF DATA & SOURCES

- University of Florida Board of Regents

SECTION 3: ASSUMPTIONS & RATIONALE

- Maximum number of professorships are established beginning with Fall 2001.

SECTION 4: METHODOLOGY

SECTION 5: IMPACT SUMMARY (DETAILS ATTACHED)

State Impact - All Funds	FY 2000-01 Annualized	FY 2000-01 Cash	FY 2001-02 Cash
High			
Middle	-\$500,000		-\$625,000
Low			

Consensus Estimate Adopted: 2 / 78 / 00	FY 2000-00 Annualized	FY 2000-01 Cash	FY 2001-02 Cash
General Revenue	(.5)	0	(.3)
_____ T.F.			
_____ T.F.			
_____ T.F.			
Total State Impact			
Local Tax Impact			
Total Impact	(.5)	0	(.3)