

**TAX:** Sales/Corporate  
**ISSUE:** Community Contribution Tax Credit, increase cap  
**BILL NUMBER(S):** SB1210  
**SPONSOR(S):** Senator Wise  
**MONTH/YEAR COLLECTION IMPACT BEGINS:** July 1, 2004  
**DATE OF ANALYSIS:** January 29, 2004

**SECTION 1: NARRATIVE**

**a. Current Law:** The CCTC Program authorizes businesses that make donations to approved organizations to claim a credit equal to 50 percent of the donation against the corporate income tax, franchise tax, sales tax, or insurance premium tax. The combined total amount that can be approved is \$10 million annually.

**b. Proposed Change:** Amends paragraph 220.183(1)(c), F.S., and 624.5105(1)(c), F.S., to provide for an annual program cap of \$20 million in granting community contribution tax credits against corporate income tax and insurance premium tax. The cap for sales tax credit remains \$10 million.

**SECTION 2: DESCRIPTION OF DATA & SOURCES**

Data provided by OTTED.

**SECTION 3: ASSUMPTIONS & RATIONALE**

Assume that sales tax credits reach the maximum \$10 million level.

**SECTION 4: METHODOLOGY**

See attached.

**SECTION 5: IMPACT SUMMARY (DETAILS ATTACHED)**

State Impact—All Funds	FY 2004-05 Annualized	FY 2004-05 Cash	FY 2005-06 Cash
High			(\$10) Million
Middle			(\$8.5) Million
Low			(\$7) Million

Consensus Estimate: Adopted: 1/30/04	FY 2004-05 Annualized	FY 2004-05 Cash	FY 2005-06 Cash
General Revenue		(8.8)	
State Trust		(Insignificant)	
Total State Impact		(8.8)	
Revenue Sharing		(.3)	
Local Gov't 1/2 cent		(.9)	
Total Local Impact		(1.2)	
Total Impact	0	(10.0)	0