### Senate Resolution 222
#### Tax Exemption Study Committee 2017
#### Sunrise Template for Tax Expenditures

**Chairman:** Senator John Albers. **Members:** Senators Hufstetler, J. Hill, Black, Ligon & Dugan

<table>
<thead>
<tr>
<th>Field</th>
<th>Information</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tax Expenditure Name:</td>
<td></td>
</tr>
<tr>
<td>Bill Number:</td>
<td></td>
</tr>
<tr>
<td>Start Date:</td>
<td></td>
</tr>
<tr>
<td>Sunset Date:</td>
<td></td>
</tr>
</tbody>
</table>

**Overview:**

**Intention (Check all that apply):**

- **Administrative and Structural Policies:**
  - Reduce pyramiding effect or market distortions
  - Provide clarification to existing law
  - Conform to constitutional or federal laws/policy
  - Prevent double taxation

- **Economic Development:**
  - Create or retain jobs
  - Improve industry competitiveness
  - Provide support to an industry/area
  - Reduce filing burden on taxpayers

- **Public Interest:**
  - Induce certain designated behavior by taxpayers
  - Reduce perceived inequity
  - Promote existing social programs or endeavors
  - Provide aid or tax relief

**Other:** (Please fill in)

Please explain: (Include specifics - i.e. number of jobs created, groups or industries receiving relief, etc.)

**Similar State or Federal Credits/Exemptions:**

**Why is a new tax credit/exemption necessary? Why are existing credits/exemptions insufficient?**

Page 1 of 3
### Evaluation Criteria

#### Part One: For all Tax Expenditures

**Efficiency:** What ROI will the State and local governments receive due to this investment? List both tangible and intangible costs and benefits.

**Certainty:** Will there be a defined impact on the State and intended beneficiaries? Explain.

**Evaluation:** What data will taxpayers report to allow evaluation of the exemption? Where will this data be kept?

**Target Group:** How is this tax expenditure crafted to target intended beneficiaries? How are benefits distributed across the State? How will other businesses/individuals be affected?

**Transparency:** Are the costs and benefits for the tax expenditure clear and measurable? How?

**Simplicity:** What will be the administrative burden on the State? The compliance burden on taxpayers?

**Ownership:** Will State agencies be able to provide proper administration and oversight of the tax expenditure?
### Part Two: For Tax Expenditures with an Economic or Public Interest Purpose

<table>
<thead>
<tr>
<th><strong>Leverage:</strong></th>
<th>How are other stakeholders encouraged to participate or provide resources?</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Accountability:</strong></td>
<td>Does the expenditure structure include performance-based incentives or clawback provisions?</td>
</tr>
<tr>
<td><strong>Permanency:</strong></td>
<td>Will the incentivized activity remain once incentives are exhausted? Why or why not?</td>
</tr>
<tr>
<td><strong>Protection of Public Funds:</strong></td>
<td>Are caps, sunset dates, or other limits used? Please list them.</td>
</tr>
<tr>
<td><strong>Prospective:</strong></td>
<td>Is future activity incentivized, as opposed to rewarding past actions?</td>
</tr>
</tbody>
</table>