



Senate Finance Committee

Senator Patrick M. Browne
Chairman

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BILL SUMMARY

SENATE BILL 1385, PN 2083 (SENATOR CORMAN)

Summary:

Senate Bill 1385 expands the cap on the Net Operating Loss provision of the Corporate Net income Tax to \$5 million or 20 percent of taxable income.

Effective Date: The effective date would be January 1, 2009.

Current Law:

Under current law, the NOL cap is set at \$3 million or 12.5 percent of taxable income.

Fiscal Impact:

(Dollars in millions)

FY 08-09 Impact	FY 09-10 Impact	FY 10-11 Impact
\$ 21.5	\$ 68.4	\$ 78.2