

Senate Bill 441

By: Senator Williams of the 27th

A BILL TO BE ENTITLED
AN ACT

1 To amend Article 2 of Chapter 7 of Title 48 of the Official Code of Georgia Annotated,
2 relating to imposition, rate, and computation of and exemptions from income taxes, so as to
3 modify the rate of tax imposed on the Georgia taxable net income of individuals; to provide
4 for related matters; to provide effective dates and applicability; to repeal conflicting laws;
5 and for other purposes.

6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

7 **SECTION 1.**

8 Article 2 of Chapter 7 of Title 48 of the Official Code of Georgia Annotated, relating to
9 imposition, rate, and computation of and exemptions from income taxes, is amended by
10 revising Code Section 48-7-20, relating to individual tax rates and tables, as follows:

11 "48-7-20.

12 (a) A tax is imposed upon every resident of this state with respect to the Georgia taxable
13 net income of the taxpayer as defined in Code Section 48-7-27. A tax is imposed upon
14 every nonresident with respect to such nonresident's Georgia taxable net income not
15 otherwise exempted which is received by the taxpayer from services performed, property
16 owned, proceeds of any lottery prize awarded by the Georgia Lottery Corporation, or from
17 business carried on in this state. Except as otherwise provided in this chapter, the tax
18 imposed by this subsection shall be levied, collected, and paid annually.

19 (b)(1) The tax imposed pursuant to subsection (a) of this Code section shall be computed
20 in accordance with the following tables:

21 SINGLE PERSON

22 If Georgia Taxable	The Tax Is:
23 Net Income Is:	
24 Not over \$750.00	1%
25 Over \$750.00 but not over \$2,250.00	\$7.50 plus 2% of amount over \$750.00
26 Over \$2,250.00 but not over \$3,750.00	\$37.50 plus 3% of amount over \$2,250.00
27 Over \$3,750.00 but not over \$5,250.00	\$82.50 plus 4% of amount over \$3,750.00
28 Over \$5,250.00 but not over \$7,000.00	\$142.50 plus 5 <u>4.5%</u> of amount over
29	\$5,250.00
30 Over \$7,000.00	\$230.00 plus 6% <u>4.5%</u> of amount over
31	\$7,000.00

32 MARRIED PERSON FILING A SEPARATE RETURN

33 If Georgia Taxable	The Tax Is:
34 Net Income Is:	
35 Not over \$500.00	1%
36 Over \$500.00 but not over \$1,500.00	\$5.00 plus 2% of amount over \$500.00
37 Over \$1,500.00 but not over \$2,500.00	\$25.00 plus 3% of amount over \$1,500.00
38 Over \$2,500.00 but not over \$3,500.00	\$55.00 plus 4% of amount over \$2,500.00
39 Over \$3,500.00 but not over \$5,000.00	\$95.00 plus 5 <u>4.5%</u> of amount over \$3,500.00
40 Over \$5,000.00	\$170.00 plus 6% <u>4.5%</u> of amount over
41	\$5,000.00

42 HEAD OF HOUSEHOLD AND MARRIED PERSONS

43 FILING A JOINT RETURN

44 If Georgia Taxable	The Tax Is:
45 Net Income Is:	
46 Not over \$1,000.00	1%
47 Over \$1,000.00 but not over \$3,000.00	\$10.00 plus 2% of amount over \$1,000.00
48 Over \$3,000.00 but not over \$5,000.00	\$50.00 plus 3% of amount over \$3,000.00
49 Over \$5,000.00 but not over \$7,000.00	\$110.00 plus 4% of amount over \$5,000.00
50 Over \$7,000.00 but not over \$10,000.00	\$190.00 plus 5 <u>4.5%</u> of amount over
51	\$7,000.00
52 Over \$10,000.00	\$340.00 plus 6% <u>4.5%</u> of amount over
53	\$10,000.00

54 (2) To facilitate the computation of the tax by those taxpayers whose federal adjusted
 55 gross income together with the adjustments set out in Code Section 48-7-27 for use in
 56 arriving at Georgia taxable net income is less than \$10,000.00, the commissioner may

57 construct tax tables which may be used by the taxpayers at their option. The tax shown
58 to be due by the tables shall be computed on the bases of the standard deduction and the
59 tax rates specified in paragraph (1) of this subsection. Insofar as practicable, the tables
60 shall produce a tax approximately equivalent to the tax imposed by paragraph (1) of this
61 subsection.

62 (c) The amount deducted and withheld by an employer from the wages of an employee
63 pursuant to Article 5 of this chapter, relating to current income tax payments, shall be
64 allowed the employee as a credit against the tax imposed by this Code section. Amounts
65 paid by an individual as estimated tax under Article 5 of this chapter shall constitute
66 payments on account of the tax imposed by this Code section. The amount withheld or
67 paid during any calendar year shall be allowed as a credit or payment for the taxable year
68 beginning in the calendar year in which the amount is withheld or paid.

69 (d) The tax imposed by this Code section applies to the Georgia taxable net income of
70 estates and trusts, which shall be computed in the same manner as in the case of a single
71 individual. The tax shall be computed on the Georgia taxable net income and shall be paid
72 by the fiduciary."

73 **SECTION 2.**

74 This Act shall become effective on January 1, 2019.

75 **SECTION 3.**

76 All laws and parts of laws in conflict with this Act are repealed.