

House Bill 1624

By: Representative Lim of the 99th

A BILL TO BE ENTITLED
AN ACT

1 To amend Chapter 7 of Title 48 of the Official Code of Georgia Annotated, relating to
2 income taxes, so as to provide for a tax credit on wealth; to provide for definitions; to provide
3 for terms and conditions; to provide for related matters; to provide for an effective date and
4 applicability; to repeal conflicting laws; and for other purposes.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

6 **SECTION 1.**

7 Chapter 7 of Title 48 of the Official Code of Georgia Annotated, relating to income taxes,
8 is amended by adding a new Code section to read as follows:

9 "48-7-29.24.

10 (a) As used in this Code section, the term:

11 (1) 'Net value of all taxable assets' means, as of any date, the value of all qualified
12 property of the taxpayer, real or personal, tangible or intangible, wherever situated,
13 reduced by any debts owed by the taxpayer. Net value of all taxable assets shall not
14 include property which has a value of \$50,000.00 or less (determined without regard to
15 any debt owed by the taxpayer with respect to such property), is tangible personal
16 property, and is not property that is:

17 (A) Used in a trade or business of the taxpayer;

18 (B) Used in connection with which a deduction is allowable under section 212 of the
19 Internal Revenue Code; or

20 (C) A collectible as defined in section 408(m) of the Internal Revenue Code, a boat,
21 an aircraft, a mobile home, a trailer, a vehicle, or an antique or other asset that
22 maintains or increases its value over time (within the meaning of section 5.02(2) of
23 Revenue Procedure 2018-08 of the Internal Revenue Code).

24 (2) 'Qualified taxpayer' means a taxpayer whose net value of all taxable assets is less
25 than \$50,000.00.

26 (b) A qualified taxpayer shall be allowed a credit against the tax imposed by Code Section
27 48-7-20 in an amount equal to \$10,000.00.

28 (c) If the total amount of the tax credit provided for in this Code section exceeds the
29 taxpayer's income tax liability for a taxable year, such excess funds shall be refunded to the
30 taxpayer.

31 (d) For purposes of this Code section:

32 (1) Any property that would be included in the estate of the taxpayer if the taxpayer died
33 shall be treated as property of the taxpayer.

34 (2) If an individual is treated as the owner of any portion of a trust, the property
35 attributable to such portion of the trust shall be treated as property of the individual and
36 not as property of the trust.

37 (3) Any property transferred by the taxpayer after the date of the enactment of this
38 chapter to an individual who is a member of the family of the taxpayer (as determined
39 under section 267(c)(4) of the Internal Revenue Code and has not attained the age of 18
40 shall be treated as property of the taxpayer for any calendar year before the year in which
41 such individual attains the age of 18.

42 (e) The commissioner shall be authorized to promulgate rules and regulations necessary
43 to implement and administer the provisions of this Code section."

44 **SECTION 2.**

45 (a) This Act shall become effective on July 1, 2022.

46 (b) This Act shall be applicable to taxable years beginning on or after January 1, 2023.

47 **SECTION 3.**

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