

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House  
(317) 232-9855

**FISCAL IMPACT STATEMENT**

**LS 7037**  
**BILL NUMBER: SB 284**

**DATE PREPARED: Jan 8, 1999**  
**BILL AMENDED:**

**SUBJECT:** Family College Savings Plan Tax Credit.

**FISCAL ANALYST:** David Hoppmann  
**PHONE NUMBER:** 232-9559

<b>FUNDS AFFECTED:</b>	<b>GENERAL</b>	<b>IMPACT:</b> Pending
	<b>DEDICATED</b>	
	<b>FEDERAL</b>	

**Summary of Legislation:** This bill would provide an income tax credit for family college savings deposits in 1999 and for deposits made in the year that the taxpayer opens an individual trust account for taxable years beginning after December 31, 1999. It would provide that the credit be equal to the lesser of: (1) 10% of the aggregate of the family college savings deposited by the taxpayer for the taxpayer's dependent; or (2) \$100 per dependent. It would provide that the credit be deposited into the taxpayer's family college savings account. It would provide that the amount of the credit be used only for the allowable purposes of the account at a higher education institution.

**Effective Date:** January 1, 1999 (retroactive).

**Explanation of State Expenditures:** *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:**

**Information Sources:**