

1                                   A bill to be entitled  
 2           An act relating to tax-exempt income; amending s.  
 3           220.14, F.S.; increasing the amount of income that is  
 4           exempt from the corporate income tax; amending s.  
 5           220.63, F.S.; increasing the amount of income that is  
 6           exempt from the franchise tax imposed on banks and  
 7           savings associations; providing applicability;  
 8           providing an effective date.

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 10   Be It Enacted by the Legislature of the State of Florida:

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 12           Section 1. Subsection (1) of section 220.14, Florida  
 13   Statutes, is amended to read:

14           220.14 Exemption.—

15           (1) In computing a taxpayer's liability for tax under this  
 16   code, \$75,000 ~~there shall be exempt from the tax \$50,000~~ of net  
 17   income as defined in s. 220.12 is exempt from the tax or such  
 18   lesser amount as will, without increasing the taxpayer's federal  
 19   income tax liability, provide the state with an amount under  
 20   this code which is equal to the maximum federal income tax  
 21   credit that ~~which~~ may be available from time to time under  
 22   federal law.

23           Section 2. Subsection (3) of section 220.63, Florida  
 24   Statutes, is amended to read:

25           220.63 Franchise tax imposed on banks and savings  
 26   associations.—

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27 (3) For purposes of this part, the franchise tax base is  
28 ~~shall be~~ adjusted federal income, as defined in s. 220.13,  
29 apportioned to this state, plus nonbusiness income allocated to  
30 this state pursuant to s. 220.16, less the deduction allowed in  
31 subsection (5) and less \$75,000 ~~\$50,000~~.

32 Section 3. This act applies to taxable years beginning on  
33 or after January 1, 2016.

34 Section 4. This act shall take effect January 1, 2017.