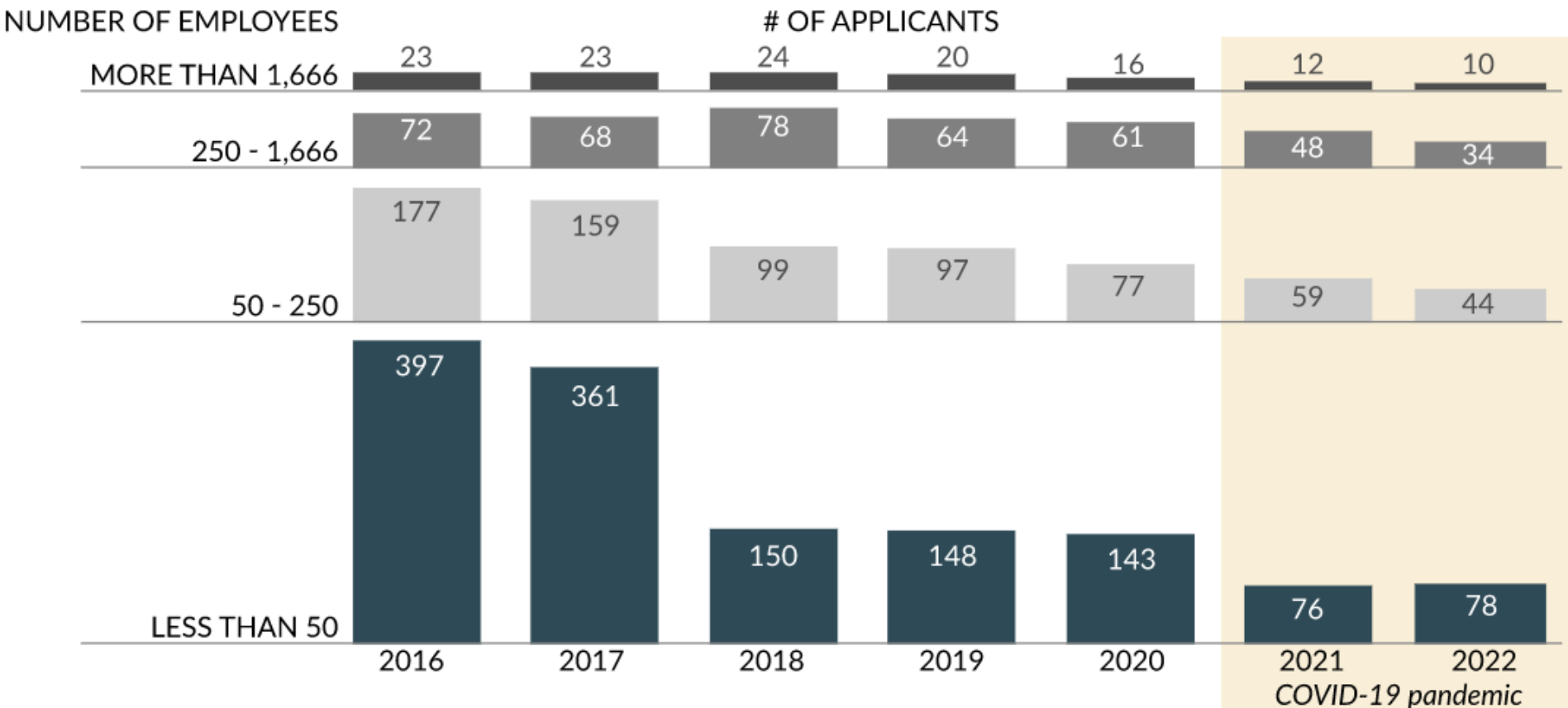


Overview of CTR tax credit

- Goals reflect CTR law (reduce congestion, air pollution, and SOVs through employer-based programs)
- Performance evaluation
 - Reduction in single-occupancy vehicle travel,
 - Measured by the Commute Trip Reduction survey.
- Expires in June 2025
 - The tax credit has been extended several times.
 - Most recent extension and modification was 2015.
- Amended bill pre-filed
 - Bill number: HB1043
 - Sponsors: Wylie, Doglio, Fey

Agency request

- Address falling application rate.
- Increase impact of credit among small businesses.
- Qualify employers with less than 1,666 employees.



Draft TDM Technical Committee Recommendation

- Increase the total credit cap in line with inflation from \$2.75M to \$4.3M.
- Increase the per employee cap from \$60 to \$100 per employee.
- Eliminate the “50% of total incentive cost” from the “per employee” cap limitation.
- Reduce the “per employer cap” from \$100K to \$50K.

Draft TDM Technical Committee Recommendation

- Increase the total credit cap in line with inflation from \$2.75M to \$4.3M.
- Increase the per employee cap from \$60 to \$100 per employee.
- Eliminate the “50% of total incentive cost” from the “per employee” cap limitation.
- Reduce the “per employer cap” from \$100K to \$50K.

If Implemented

Benefits

- Increases the total budget
- Small to medium business impact
- Spreads the benefit access more equitably across the State

Tradeoffs

- Per employee cap increase could more likely trigger a rateable reduction
- Not as beneficial for largest employers