#### HB 353 - AS INTRODUCED

#### 2021 SESSION

## 21-0333 10/05

HOUSE BILL**353**AN ACTestablishing a credit under RSA 77 for tax paid on income subject to taxation in<br/>another state.SPONSORS:Rep. Abbas, Rock. 8; Rep. Bershtein, Rock. 2; Rep. Janigian, Rock. 8; Rep.<br/>Doucette, Rock. 8COMMITTEE:Ways and Means

# ANALYSIS

This bill allows a taxpayer of the tax on interest and dividends to receive credit for taxes paid to another state of the United States, upon the taxpayer's interest and dividends income received from sources within that other state.

-----

Explanation:Matter added to current law appears in **bold italics.**<br/>Matter removed from current law appears [in brackets and struckthrough.]<br/>Matter which is either (a) all new or (b) repealed and reenacted appears in regular type.

#### HB 353 - AS INTRODUCED

### STATE OF NEW HAMPSHIRE

#### In the Year of Our Lord Two Thousand Twenty One

AN ACT establishing a credit under RSA 77 for tax paid on income subject to taxation in another state.

Be it Enacted by the Senate and House of Representatives in General Court convened:

New Subdivision; Interest and Dividends Taxation; Credit for Out-of-state Taxes Paid.
Amend RSA 77 by inserting after section 50 the following new subdivision:

3

#### Credit for Out-of-state Taxes Paid

4 77:51 Credit for Taxes Paid to Other States. A taxpayer of this state who was a resident individual, estate, trust, or entity taxable under RSA 77:3 during any portion of a taxable year shall  $\mathbf{5}$ receive credit against the tax imposed by RSA 77:1 for that taxable year, for taxes imposed by and 6 7paid to, another state, territory, or possession of the United States or the District of Columbia, upon 8 the taxpayer's interest and dividends income received from sources within that state, territory, or 9 district during that portion of that taxable year. In no case shall the credit allowed by this section 10exceed the portion of tax to New Hampshire otherwise imposed by this chapter and attributable to 11 the taxable interest and dividends received from sources within such other state, territory, 12possession, or district.

13 2 Effective Date. This act shall take effect July 1, 2021.