



COMMONWEALTH of VIRGINIA

Department of Taxation

September 21, 2022

To: The Honorable Janet D. Howell
Chairwoman, Senate Finance and Appropriations Committee

The Honorable Roxann Robinson
Chairwoman, House Finance Committee

Dear Chairwoman Howell and Chairwoman Robinson:

Pursuant to 2019 House Bill 2539 (Chapter 189 of the 2019 *Acts of Assembly*), the Department of Taxation ("the Department") is required to report annually regarding the status and implementation of the Worker Training Tax Credit.

2019 House Bill 2539 created a tax credit for businesses that provide certain training opportunities to employees and middle school and high school students in Virginia. This credit became effective for taxable years beginning on or after January 1, 2019. The Department of Taxation has fully implemented this credit program by making updates to its systems and forms. Qualifying taxpayers may apply for credits by submitting Form WTC. Once credits have been approved, qualifying taxpayers may claim such credits on their Virginia income tax returns.

During Fiscal Year 2021, the Worker Training Tax Credit claimed on four individual and corporate income tax returns in a total amount of \$121,285. This reflects income tax returns processed during Fiscal Year 2021 and does not include returns filed or processed after July 1, 2021.

Please contact me if you have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read "Craig M. Burns".

Craig M. Burns
Tax Commissioner

C: The Honorable Stephen E. Cummings, Secretary of Finance