

Office of Regulatory Management  
Economic Review Form

<b>Agency name</b>	Virginia Department of Taxation
<b>Virginia Administrative Code (VAC) Chapter citation(s)</b>	23 VAC 10-20, 23 VAC 10-110, 23 VAC 10-115, 23 VAC 10-120, and 23 VAC 10-210
<b>VAC Chapter title(s)</b>	General Provisions Applicable to All Taxes Administered By the Department of Taxation, Individual Income Tax, Fiduciary Income Tax, Corporation Income Tax, and Retail Sales and Use Tax
<b>Action title</b>	Fast Track Action to Reduce Regulatory Burdens
<b>Date this document prepared</b>	March 20, 2024
<b>Regulatory Stage (including Issuance of Guidance Documents)</b>	Fast Track

### **Cost Benefit Analysis**

Complete Tables 1a and 1b for all regulatory actions. You do not need to complete Table 1c if the regulatory action is required by state statute or federal statute or regulation and leaves no discretion in its implementation.

Table 1a should provide analysis for the regulatory approach you are taking. Table 1b should provide analysis for the approach of leaving the current regulations intact (i.e., no further change is implemented). Table 1c should provide analysis for at least one alternative approach. You should not limit yourself to one alternative, however, and can add additional charts as needed.

Report both direct and indirect costs and benefits that can be monetized in Boxes 1 and 2. Report direct and indirect costs and benefits that cannot be monetized in Box 4. See the ORM Regulatory Economic Analysis Manual for additional guidance.

**Table 1a: Costs and Benefits of the Proposed Changes (Primary Option)**

<p>(1) Direct &amp; Indirect Costs &amp; Benefits (Monetized)</p>	<p>Direct Costs: Describe the direct costs of this proposed change here.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any direct costs associated with the proposed changes.</li> </ul> <p>Indirect Costs: Describe the indirect costs of the proposed change.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any indirect costs associated with the proposed changes.</li> </ul> <p>Direct Benefits: Describe the direct benefits of this proposed change here.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any direct benefits associated with the proposed changes.</li> </ul> <p>Indirect Benefits: Describe the indirect benefits of the proposed change.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any indirect benefits associated with the proposed changes.</li> </ul>	
<p>(2) Present Monetized Values</p>	<p>Direct &amp; Indirect Costs</p>	<p>Direct &amp; Indirect Benefits</p>
	<p>(a) None.</p>	<p>(b) None.</p>
<p>(3) Net Monetized Benefit</p>	<p>None.</p>	
<p>(4) Other Costs &amp; Benefits (Non-Monetized)</p>	<p>None.</p>	
<p>(5) Information Sources</p>	<p>Not Applicable.</p>	

**Table 1b: Costs and Benefits under the Status Quo (No change to the regulation)**

<p>(1) Direct &amp; Indirect Costs &amp; Benefits (Monetized)</p>	<p>Direct Costs: Describe the direct costs of this proposed change here.</p> <ul style="list-style-type: none"> <li>Although the regulatory provisions that would be repealed through this action are not necessary, the Department does not anticipate that</li> </ul>	
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	<p>there would be any direct costs resulting from leaving the provisions in place.</p> <p>Indirect Costs: Describe the indirect costs of the proposed change.</p> <ul style="list-style-type: none"> <li>Although the regulatory provisions that would be repealed through this action are not necessary, the Department does not anticipate that there would be any indirect costs resulting from leaving the provisions in place.</li> </ul> <p>Direct Benefits: Describe the direct benefits of this proposed change here.</p> <ul style="list-style-type: none"> <li>Although the regulatory provisions that would be repealed through this action are not necessary, the Department does not anticipate that there would be any direct benefits resulting from leaving the provisions in place.</li> </ul> <p>Indirect Benefits: Describe the indirect benefits of the proposed change.</p> <ul style="list-style-type: none"> <li>Although the regulatory provisions that would be repealed through this action are not necessary, the Department does not anticipate that there would be any indirect benefits resulting from leaving the provisions in place.</li> </ul>	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a) None.	(b) None.
(3) Net Monetized Benefit	None.	
(4) Other Costs & Benefits (Non-Monetized)	None.	
(5) Information Sources	Not applicable.	

**Table 1c: Costs and Benefits under Alternative Approach(es)**

(1) Direct & Indirect Costs & Benefits (Monetized)	<p>Direct Costs: Describe the direct costs of this proposed change here.</p> <ul style="list-style-type: none"> <li>As the provisions being repealed are not necessary, there is no alternative to repealing them.</li> </ul> <p>Indirect Costs: Describe the indirect costs of the proposed change.</p>
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	<ul style="list-style-type: none"> <li>As the provisions being repealed are not necessary, there is no alternative to repealing them.</li> </ul> <p>Direct Benefits: Describe the direct benefits of this proposed change here.</p> <ul style="list-style-type: none"> <li>As the provisions being repealed are not necessary, there is no alternative to repealing them.</li> </ul> <p>Indirect Benefits: Describe the indirect benefits of the proposed change.</p> <ul style="list-style-type: none"> <li>As the provisions being repealed are not necessary, there is no alternative to repealing them.</li> </ul>	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a) None.	(b) None.
(3) Net Monetized Benefit	None.	
(4) Other Costs & Benefits (Non-Monetized)	None.	
(5) Information Sources	None.	

**Impact on Local Partners**

Use this chart to describe impacts on local partners. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

**Table 2: Impact on Local Partners**

(1) Direct & Indirect Costs & Benefits (Monetized)	<p>Direct Costs: Describe the direct costs of this proposed change here.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any direct costs associated with the proposed changes.</li> </ul> <p>Indirect Costs: Describe the indirect costs of the proposed change.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any indirect costs associated with the proposed changes.</li> </ul>
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	<p>Direct Benefits: Describe the direct benefits of this proposed change here.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any direct benefits associated with the proposed changes.</li> </ul> <p>Indirect Benefits: Describe the indirect benefits of the proposed change.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any indirect benefits associated with the proposed changes.</li> </ul>	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a) None.	(b) None.
(3) Other Costs & Benefits (Non-Monetized)	None.	
(4) Assistance	None.	
(5) Information Sources	None.	

**Impacts on Families**

Use this chart to describe impacts on families. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

**Table 3: Impact on Families**

(1) Direct & Indirect Costs & Benefits (Monetized)	<p>Direct Costs: Describe the direct costs of this proposed change here.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any direct costs associated with the proposed changes.</li> </ul> <p>Indirect Costs: Describe the indirect costs of the proposed change.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any indirect costs associated with the proposed changes.</li> </ul>
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	<p>Direct Benefits: Describe the direct benefits of this proposed change here.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any direct benefits associated with the proposed changes.</li> </ul> <p>Indirect Benefits: Describe the indirect benefits of the proposed change.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any indirect benefits associated with the proposed changes.</li> </ul>	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a) None.	(b) None.
(3) Other Costs & Benefits (Non-Monetized)	None.	
(4) Information Sources	None.	

**Impacts on Small Businesses**

Use this chart to describe impacts on small businesses. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

**Table 4: Impact on Small Businesses**

(1) Direct & Indirect Costs & Benefits (Monetized)	<p>Direct Costs: Describe the direct costs of this proposed change here.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, Department does not anticipate any direct costs associated with the proposed changes.</li> </ul> <p>Indirect Costs: Describe the indirect costs of the proposed change.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any indirect costs associated with the proposed changes.</li> </ul> <p>Direct Benefits: Describe the direct benefits of this proposed change here.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any direct benefits associated with the proposed changes.</li> </ul>
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	<p>Indirect Benefits: Describe the indirect benefits of the proposed change.</p> <ul style="list-style-type: none"> <li>As the regulatory provisions repealed by this action are not necessary, the Department does not anticipate any indirect benefits associated with the proposed changes.</li> </ul>	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a) None.	(b) None.
(3) Other Costs & Benefits (Non-Monetized)	None.	
(4) Alternatives	<ul style="list-style-type: none"> <li>As the provisions being repealed are not necessary, there is no alternative to repealing them.</li> </ul>	
(5) Information Sources	None.	

**Changes to Number of Regulatory Requirements****Table 5: Regulatory Reduction**

For each individual action, please fill out the appropriate chart to reflect any change in regulatory requirements, costs, regulatory stringency, or the overall length of any guidance documents.

*Change in Regulatory Requirements*

<b>VAC Section(s) Involved*</b>	<b>Authority of Change</b>	<b>Initial Count</b>	<b>Additions</b>	<b>Subtractions</b>	<b>Total Net Change in Requirements</b>
23.10.20.30	<b>(M/A):</b>	<b>9</b>	0	9	- 9
23.10.20.60	<b>(D/A):</b>	<b>33</b>	0	33	- 33
23.10.110.130	<b>(M/R):</b>	<b>66</b>	0	66	- 66
23.10.110.142	<b>(D/R):</b>	<b>147</b>	0	147	- 147
23.10.110.143					
23.10.110.144					
23.10.110.250					
23.10.110.280					
23.10.115.10					
23.10.115.40					
23.10.115.50					
23.10.115.90					
23.10.115.151					
23.10.115.153					
23.10.120.70					
23.10.210.32					
23.10.210.130					
23.10.210.220					
23.10.210.352					
23.10.210.353					
23.10.210.390					
23.10.210.485					
23.10.210.500					
23.10.210.590					
23.10.210.595					
23.10.210.650					
23.10.210.720					
23.10.210.766					
23.10.210.770					
23.10.210.790					
23.10.210.810					
23.10.210.900					
23.10.210.970					
23.10.210.1070					
23.10.210.1071					
23.10.210.2020					



23.10.210.2050					
23.10.210.4030					
				<b>Grand Total of Changes in Requirements:</b>	<b>(M/A): - 9</b>
					<b>(D/A): - 33</b>
					<b>(M/R): - 66</b>
					<b>(D/R): - 147</b>

**Key:**

*Please use the following coding if change is mandatory or discretionary and whether it affects externally regulated parties or only the agency itself:*

**(M/A):** Mandatory requirements mandated by federal and/or state statute affecting the agency itself

**(D/A):** Discretionary requirements affecting agency itself

**(M/R):** Mandatory requirements mandated by federal and/or state statute affecting external parties, including other agencies

**(D/R):** Discretionary requirements affecting external parties, including other agencies

*Cost Reductions or Increases (if applicable)*

<b>VAC Section(s) Involved*</b>	<b>Description of Regulatory Requirement</b>	<b>Initial Cost</b>	<b>New Cost</b>	<b>Overall Cost Savings/Increases</b>

*Other Decreases or Increases in Regulatory Stringency (if applicable)*

<b>VAC Section(s) Involved*</b>	<b>Description of Regulatory Change</b>	<b>Overview of How It Reduces or Increases Regulatory Burden</b>

*Length of Guidance Documents (only applicable if guidance document is being revised)*

<b>Title of Guidance Document</b>	<b>Original Word Count</b>	<b>New Word Count</b>	<b>Net Change in Word Count</b>

\*If the agency is modifying a guidance document that has regulatory requirements, it should report any change in requirements in the appropriate chart(s).