

FISCAL IMPACT					
(\$ in millions)					
State General Fund Revenues:	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Income, Franchise, and Estate Taxes					
Flat Tax of 5.4% in 2014, then 5.25% in 2015 on Federal Adjusted Gross Income[FAGI] - no exemptions, deductions, or credits (01/01/2014);					
\$15,000 zero bracket MFJ, \$12,000 HOH, \$7,500 single; child credit \$100	(239.1)	(683.0)	(1044.9)	(1089.8)	(1136.7)
Eliminate the corporate income tax in 2017, 6.0% in 2014, 4.0% in 2015, 2.0% in 2016	0.0	(261.5)	(661.7)	(1101.2)	(1210.4)
End transfer to public school capital fund	85.9	71.9	47.4	20.3	17.4
Repeal excise tax on piped natural gas		(31.5)	(32.0)	(32.5)	(32.9)
Repeal franchise tax on electricity		(157.0)	(159.0)	(160.6)	(162.2)
Replace franchise with privilege tax		(23.0)	(4.0)	37.0	98.0
Repeal estate tax	(52.0)	(57.0)	(60.0)	(62.0)	(65.0)
TOTAL INCOME, FRANCHISE, ESTATE TAX	\$ (205.2)	\$ (1,141.2)	\$ (1,914.2)	\$ (2,388.8)	\$ (2,491.8)
Sales and Privilege License Taxes					
Make electricity subject to combined general sales tax rate		417.1	427.7	440.5	453.8
Make piped natural gas subject to combined general sales tax rate		102.3	103.9	105.4	107.0
Distribution to municipalities for franchise tax and piped natural gas		(207.1)	(209.4)	(211.6)	(213.8)
Nonprofit refunds, \$5 M cap 2014, \$1 M 2015, \$100k in 2016		59.0	139.5	235.5	295.5
Refunds for local governments (01/01/2015)		67.8	140.9	146.5	152.4
End transfer of real estate conveyance (07/01/2014)		37.4	39.0	39.0	39.0
End transfer of scrap tire disposal (01/01/2014)	2.7	5.5	5.6	5.7	5.7
Repeal exemption for chiropractor's nutritional supplements (10/01/2013)	0.1	0.1	0.1	0.1	0.1
Repeal Energy Star sales tax holiday (07/01/2014)		1.6	1.7	1.8	1.8
Repeal Sales and use tax holiday (7/01/2014)		14.7	15.1	16.1	17.1
Repeal food sold in dining rooms operated by educational institutions (07/01/2014)		34.0	35.0	36.1	37.1
Repeal exemption for certain bakery items (07/01/2014)		3.9	4.1	4.2	4.4
Repeal exemption for vending machines (10/01/2013)	7.8	11.6	12.0	12.4	12.8
Repeal exemption for certain sales of newspapers (10/01/2013)	5.0	7.8	8.0	8.3	8.6
Repeal gross receipts tax on live entertainment and movies and other amusements, include admission fees in tax base (10/01/2013)	9.3	16.5	17.2	17.9	18.6
Add a gross receipts requirement for farmers of \$10,000 for the purpose of receiving tax exemptions and refunds (1/1/2015)		4.5	9.2	9.4	9.6
Change various exemptions to refunds and phase-out over 3 years		44.0	120.8	186.6	203.9
Repeal preferential rate for manufactured homes (10/01/2014)	4.5	7.2	7.2	7.2	7.2
Tax modular homes at state rate (10/01/2014)	1.9	3.0	3.0	3.0	3.0
TOTAL SALES and PRIVILEGE LICENSE TAXES	\$31.4	\$630.9	\$880.6	\$1,064.0	\$1,163.7
STATE IMPACT	\$ (173.8)	\$ (510.2)	\$ (1,033.6)	\$ (1,324.8)	\$ (1,328.1)
FISCAL IMPACT					
(\$ in millions)					
	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Local Revenues					
Local food tax phase out (11/01/2014, 11/01/2016); local option		(77.4)	(134.5)	(224.5)	(234.2)
Repeal franchise tax on electricity		(187.0)	(189.0)	(190.9)	(192.8)
Repeal excise tax on piped natural gas		(20.1)	(20.4)	(20.7)	(21.0)
Distribution to municipalities for electric and piped natural gas		207.1	209.4	211.6	213.8
Nonprofit refunds, \$5 M cap 2014, \$1 M 2015, \$100k in 2016		24.8	58.7	99.2	124.4
Refunds for local governments (01/01/2015)		(67.8)	(140.9)	(146.5)	(152.4)
Repeal exemption for chiropractor's nutritional supplements (10/01/2013)		0.0	0.0	0.0	0.0
Repeal Energy Star sales tax holiday (07/01/2014)		0.7	0.7	0.7	0.8
Repeal Sales and use tax holiday (7/01/2014)		6.2	6.4	6.8	7.2
Repeal exemption for vending machines (10/01/2013)	3.3	4.9	5.1	5.2	5.4
Repeal exemption for certain sales of newspapers (10/01/2013)	2.1	3.3	3.4	3.5	3.6
Repeal gross receipts tax on live entertainment and movies and other amusements, include admission fees in tax base (10/01/2013)	3.9	7.0	7.2	7.5	7.8
Add a gross receipts requirement for farmers of \$10,000 for the purpose of receiving tax exemptions and refunds (1/1/2015)		6.9	7.3	7.4	7.6
Change various exemptions to refunds and phase-out over 3 years		18.5	50.9	78.6	85.9
Repeal preferential rate for manufactured homes (10/01/2014)	1.9	3.0	3.0	3.0	3.0
LOCAL IMPACT	\$ 11.2	\$ (69.9)	\$ (132.7)	\$ (159.2)	\$ (140.9)