

Estimated Effect of Tax Reductions and Increases
Enacted since 1995
Dollars are in Millions

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	<u>FY 1998</u>	<u>FY 1999</u>	<u>FY 2000</u>	<u>FY 2001</u>	<u>FY 2002</u>	<u>FY 2003</u>	<u>FY 2004</u>	<u>FY 2005</u>
Property Taxes:											
Car Tax Reductions	--	\$ 26.7	\$ 68.9	\$ 95.5	\$ 96.6	\$ 104.9	\$ 106.5	\$ 108.1	\$ 109.6	\$ 111.8	\$ 114.0
General Property Tax Reduction	--	--	\$ -	\$ 115.6	\$ 267.5	\$ 326.2	\$ 338.9	\$ 362.3	\$ 378.4	\$ 393.5	\$ 409.3
Property Tax Subtotal \$	--	\$ 26.7	\$ 68.9	\$ 211.1	\$ 364.1	\$ 431.1	\$ 445.4	\$ 470.4	\$ 488.0	\$ 505.3	\$ 523.3
Income Taxes:											
Military Recruitment Bonuses											
Homestead Program - Indexation											
Soc Sec Exemption											
Historic Preservation Tax Credits											
Homestead Program Expansion											
Franchise Tax Phase Out											
Various Tax Credits											
Endangered Species Tax Credit	--	--	--	\$ 1.5	\$ 1.5	\$ 1.5	\$ 1.5	\$ -	\$ -		
Tax Credit for Adoptions	--	--	--	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.2	\$ 0.2	\$ 0.3	\$ 0.4
Single Income Rate Reductions	--	--	--	\$ 16.3	\$ 39.3	\$ 49.3	\$ 51.5	\$ 53.8	\$ 56.2	\$ 58.7	\$ 61.4
Increase Standard Deduction	--	--	--	\$ -	\$ 18.4	\$ 14.4	\$ 14.6	\$ 14.8	\$ 15.0	\$ 15.2	\$ 15.4
Increase Personal Exemption	--	--	--	\$ -	\$ 36.3	\$ 28.8	\$ 29.7	\$ 30.6	\$ 31.6	\$ 32.6	\$ 33.7
Tax Credit for Business Machinery	--	--	--	\$ -	\$ 7.0	\$ 10.8	\$ 10.8	\$ 17.4	\$ 20.3	\$ 20.1	\$ 19.0
Earned Income Tax Credit	--	--	--	\$ -	\$ 19.8	\$ 21.0	\$ 21.4	\$ 23.8	\$ 41.0	\$ 45.1	\$ 47.3
Food Sales Tax Rebate	--	--	--	\$ -	\$ 23.6	\$ 25.9	\$ 25.2	\$ 25.6	\$ 32.2	\$ 34.6	\$ 34.6
Oil Property Tax Credits	--	--	--	\$ -	\$ 1.5	\$ 4.8	\$ 2.8	\$ -	\$ -		
Alternative Fuel Credits	--	--	--	\$ -	\$ -	\$ 0.2	\$ 0.2	\$ -	\$ -		
Education Savings Program	--	--	--	\$ -	\$ -	\$ -	\$ 4.0	\$ 4.0	\$ 4.0	\$ 4.0	\$ 4.0
Agriculture Loan Privilege Tax Credit	--	--	--	\$ -	\$ -	\$ -	\$ 0.8	\$ 0.8	\$ 0.8	\$ 0.8	\$ 0.8
Farm Loss Carrybacks	--	--	--	\$ -	\$ -	\$ -	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4
Income Tax Subtotal \$	--	\$ -	\$ -	\$ 17.9	\$ 147.5	\$ 156.8	\$ 163.0	\$ 171.4	\$ 201.7	\$ 211.9	\$ 217.0
Replace Inheritance Tax with Estate Tax	--	--	--	--	\$ 30.5	\$ 63.3	\$ 66.4	\$ 69.7	\$ 73.2	\$ 76.9	\$ 80.7
Phasing Out of Estate Tax											
Sales Tax Exemptions for:											

New Construction Services	\$ 2.1	\$ 17.7	\$ 18.5	\$ 19.4	\$ 20.3	\$ 21.2	\$ 22.1	\$ 22.6	\$ 23.2	\$ 23.9	\$ 24.5
Utilities Consumed during the Production Process	\$ -	\$ 12.4	\$ 13.0	\$ 13.6	\$ 14.3	\$ 14.9	\$ 15.5	\$ 15.8	\$ 16.3	\$ 16.7	\$ 17.2
Residential Remodeling	\$ -	\$ -	\$ -	\$ -	\$ 14.7	\$ 16.6	\$ 17.3	\$ 17.7	\$ 18.2	\$ 18.7	\$ 19.2
Major Component Parts Exemption	\$ -	\$ -	\$ -	\$ -	\$ 1.4	\$ 1.6	\$ 1.7	\$ 1.7	\$ 1.8	\$ 1.8	\$ 1.9
Grain Storage and Transportation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1.1	\$ 0.8	\$ -	\$ -	\$ -	\$ -
Property Consumed in One Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.5	\$ 0.5	\$ 0.5	\$ 0.5	\$ 0.5	\$ 0.5
Health Clinic Exemptions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2
Integrated Plant Exemptions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3.9	\$ 4.0	\$ 4.1	\$ 4.2	\$ 4.3
Sales Tax on Used Vehicles											\$ 5.0
Repair of Transmission Lines											
Various Other Exemptions	\$ -	\$ 1.8	\$ 1.9	\$ 2.0	\$ 9.7	\$ 10.7	\$ 11.0	\$ 11.2	\$ 11.6	\$ 11.9	\$ 12.2
Sales Tax Subtotal	\$ 2.1	\$ 31.9	\$ 33.4	\$ 35.0	\$ 60.4	\$ 66.8	\$ 73.0	\$ 73.8	\$ 75.8	\$ 77.9	\$ 85.0

Severance Taxes:

Production Exemptions	--	--	--	\$ -	\$ 2.7	\$ 4.6	\$ 4.6	\$ 4.6	\$ 4.6	\$ 4.6	\$ 4.6
Insurance Premiums Taxes	--	--	--	\$ 1.5	\$ 21.6	\$ 26.6	\$ 28.6	\$ 24.1	\$ 19.6	\$ 15.0	\$ 12.0
Privilege Taxes					\$ 8.4	\$ 8.8	\$ 9.2	\$ 9.7	\$ 10.2	\$ 10.6	\$ 11.0

Reductions in Employers'

Unemployment Contributions	97.4	103.8	110.7	119.8	124.2	--	--	--	--		
Total Tax Reductions	\$ 99.5	\$ 162.4	\$ 213.0	\$ 385.3	\$ 759.4	\$ 758.0	\$ 790.2	\$ 823.7	\$ 873.1	\$ 902.2	\$ 933.6
Cumulative Reductions	\$ 99.5	\$ 261.9	\$ 474.9	\$ 860.2	\$ 1,619.6	\$ 2,377.6	\$ 3,167.8	\$ 3,991.5	\$ 4,864.6	\$ 5,766.7	\$ 6,700.4

Total w/o Reduction in Employers											
Unemployment Contributions	\$2.1	\$58.6	\$102.3	\$265.5	\$635.2	\$758.0	\$790.2	\$823.7	\$873.1	\$ 902.2	\$ 933.6
Cumulative Reductions w/o Employers	\$2.1	\$ 60.7	\$ 163.0	\$ 428.5	\$ 1,063.7	\$ 1,821.7	\$ 2,611.9	\$ 3,435.6	\$ 4,308.7	\$ 5,210.8	\$ 6,144.5
Unemployment Contributions											

Tax Increases									\$ 252.0	\$ 295.0	\$ 304.0
Cumulative Increases									\$ 252.0	547.0	851.0

Net Tax Reductions	\$	99.5	\$	162.4	\$	213.0	\$	385.3	\$	759.4	\$	758.0	\$	790.2	\$	823.7	\$	621.1	\$	607.2	\$	629.6
Cumulative Net Tax Reductions	\$	99.5	\$	261.9		474.9		860.2		1,619.6		2,377.6		3,167.8		3,991.5		4,612.6		5,219.7		5,849.4