

SB 925

TAX RESTRUCTURE PROPOSALS

PROPOSAL 1	2017-19 BIENNIUM
ELEMENTS	(MILLIONS)
<i>CONSUMPTION TAX</i>	
COMMERCIAL ACTIVITY TAX @ 0.5%	\$ 2,688
<i>PERSONAL INCOME TAX RELIEF</i>	
INCREASE STANDARD DEDUCTION TO \$6000(S), \$12,000(J)	\$ (604.00)
NEW RATES AT:	
4%	
6%	
8.50%	\$ (1,371)
<i>CORPORATE INCOME TAX</i>	
SET 0% BRACKET BELOW \$10 MILLION	\$ (706)
MARGINAL RATE OF 5% FOR NET INCOME > \$10 MILLION	
NET IMPACT	\$ 7
PROPOSAL 2	
<i>CONSUMPTION TAX</i>	
COMMERCIAL ACTIVITY TAX @ 1%	\$ 5,377
<i>PERSONAL INCOME TAX RELIEF</i>	
INCREASE STANDARD DEDUCTION TO \$9,000(S), \$18,000(J)	\$ (1,064)
NEW RATES AT:	
3%	
5%	
7.50%	\$ (3,189)
EITC INCREASED TO 16% OF FEDERAL CREDIT	-100
<i>CORPORATE INCOME TAX</i>	
ELIMINATE CORPORATE INCOME TAX	\$ (1,045)
NET IMPACT	\$ (21)
LRO: 5-13-15	