Tax Package

Personal Income Tax (PIT)
- Simplified Rate Structure (two brackets)
- Standard Deduction
- Itemized Deductions for mortgage interest, charitable giving, property taxes

Note: a condition to the proposal regarding PIT is that all AGI brackets, as shown in our last presentation, will receive a reduction in taxes. If this objective cannot be achieved with two brackets, consideration will be given to other alternative structures

Eliminate Corporate Tax

Establish Business Net Receipts Tax (BNRT)

Eliminate State General Fund Sales Tax

Note: if we do not recommend the BNRT, we will consider a recommendation to extend the State General Sales Tax to services
Tax Package (Continued)

Fuel Tax – 18 cents/gallon on Transportation Fuels

Split Roll Property Tax for Non-Residential Property

Royalty on Expanded Oil Drilling

Establishment of a Reserve or “Rainy Day” Fund

Note: the Recommendation would include dedication of these funds to the General Fund only.

Establishment of a New Tax Dispute Resolution Forum