

AMENDED BILL

State Impact

Passage of this bill could result in a Uniform School Fund loss of \$7,000,000 in FY 2007. The loss will increase each year until the provisions are fully phased in. By the FY 2012 the revenue loss is expected to be as much as \$200,000,000.

	<u>FY 2006</u> <u>Approp.</u>	<u>FY 2007</u> <u>Approp.</u>	<u>FY 2006</u> <u>Revenue</u>	<u>FY 2007</u> <u>Revenue</u>
Uniform School Fund	\$0	\$0	\$0	(\$7,000,000)
TOTAL	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>(\$7,000,000)</u>

Individual and Business Impact

Individuals who pay the minimum tax will experience an increase in tax liability. Those who currently pay Corporate Tax at 5 percent will see taxes decrease over time. Individuals will also be allowed to elect to change the apportionment calculation which should provide many with a tax decrease. There could be additional corporate investment as a result of passage of this bill.

Office of the Legislative Fiscal Analyst