

State Impact

Passage of this bill could result in a loss to the Uniform School Fund of \$15,000,000 in FY 2007 and a loss of \$59,000,000 in FY 2008. For FY 2009 the expected reduction in Uniform School Fund is \$63,000,000. There is a loss of restricted revenue of approximately \$300,000 as a result of the income tax changes in the bill.

There is also a potential loss of General Fund of approximately \$166,740,000 annually. There is a potential reduction in earmarked water and transportation funding of \$5,700,000. Local revenue reductions are approximately \$12,910,000.

The Tax Commission would require an appropriation of \$88,000 from the General Fund to implement the provisions of the bill and an appropriation of \$233,000 from the Uniform School Fund.

	<u>FY 2007</u> <u>Approp.</u>	<u>FY 2008</u> <u>Approp.</u>	<u>FY 2007</u> <u>Revenue</u>	<u>FY 2008</u> <u>Revenue</u>
General Fund	\$0	\$0	(\$167,400,000)	(\$167,400,000)
General Fund, One-Time	\$88,000	\$0	\$0	\$0
Uniform School Fund	\$0	\$0	(\$15,000,000)	(\$59,000,000)
Uniform School Fund, One-	\$0	\$233,000	\$0	\$0
Restricted Funds	\$0	\$0	(\$5,700,000)	(\$6,000,000)
Local Revenue	\$0	\$0	(\$12,910,000)	(\$12,910,000)
TOTAL	<u><u>\$88,000</u></u>	<u><u>\$233,000</u></u>	<u><u>(\$201,010,000)</u></u>	<u><u>(\$245,310,000)</u></u>

Individual and Business Impact

There is a potential shift in tax burden among taxpayers.
