

Governor's Deficit Reduction Proposals as Amended by House

(in millions)

Item	Senate Action	House Action	FY 2011 GF	FY 11 Annual Business Share	
				SF	Share
Budget Cuts					
Freeze Thornton ed. CPI/ convert to CPI after FY 2010	Yes	Yes	378		
Eliminate local grants for utility electric generation revenues	Yes	Yes	31		
Eliminate vacant positions (1,000 Senate) (750 House)	Yes	Yes	15		
Additional Reductions (est.)	Yes	Yes	150		
Total Budget Cuts			574		
Slots	Yes	Pending			
Tax Increases					
Sales tax rate increase	6% .5% to TTF	6% .5% to TTF	396	366	305
Sales tax on services	Comp. Service Landscape Arcade	No			
Individual income tax bracket changes, personal exemption	5% > \$150/200K 5.5% > \$500K	5.25% >\$125/175 5.5% >\$150/200 5.75% >\$200/250	201		80
Electronic gaming - Bingo/Tip jars	Yes	No			
Corporate income tax increase	Yes 8%	Yes 8.75%	257		257
Combined reporting for corporate income tax	Study/Reporting	Yes	52		52
Titling tax increase to 6%	Yes full trade-in	Yes 50% trade-in		115	
Index gas tax to CCI plus 1/2 cent 1/1/08	No	No			
Impose transfer & recordation taxes on controlling interests	Yes	Yes		14	62
Cigarette tax increase by \$1 per pack	Yes	Yes	153		
Repeal 50% pers. prop. exempt. for electric gen. equip.	No	Partial - allow 35% exemption			17
Increase state hotel tax to 7.5%/ Vendor credit cap	No	Yes	46		18
Total Tax Increases			1105	495	
New Spending/ Revenue Reductions					
Real property tax 3 cent reduction	No	No			
Sales tax holidays	Limited	Limited	-9		
End GF share of transportation revenues	Limited	Limited	-16	16	
School construction from slots	Yes	Pending			
Higher education 50% share of corporate tax increase	Yes	No			
Transportation 50% share of corporate tax increase	No	No			
Transportation share of combined reporting	No	Yes			
Higher education share of combined reporting	No	Yes			
Higher Education Formulas	Yes	Yes			
Health insurance spending	Yes	Pending			
Individual income tax - increase senior allowance	Yes	No			
Individual income tax - increase earned income credit	Yes	Yes	-40		
Sales tax - \$50 rebate to families under \$30K income	No	No			
Other transportation revenues				18	
Green Fund	Yes	Yes		54	
Total New Spending/ Revenue Reductions			-65	88	
Total Net General Fund			1614		
Total Net Transportation Trust Fund				499	
Total Net Other Special Funds				68	
Total Business Share					791