

Revenue Estimates and Methodology

Figure B-4-1: All-Funds Proposed Tax and Allocation of Tax Changes in the FY's 2014-2015 Executive Budget and the Impact on State All-Funds Revenues
(\$ in millions)

	FY 2014 Forecast	FY 2015 Forecast
Explicitly subject digital goods and services to sales tax	\$15.0	\$15.0
Repeal sales tax exemption for magazine subscriptions	\$7.4	\$7.5
Impose sales tax on broad categories of services at new 5% state tax rate	\$1,921.4	\$2,652.0
State sales tax rate reduction from 5.5% to 5.0% on currently taxed goods and services	(\$621.4)	(\$875.5)
Repeal gambling loss personal income tax deduction and double exemption for dependents	\$33.8	\$33.8
Small business tax relief: 50% exclusion for up to \$750,000 of income	(\$647.5)	(\$624.8)
Income tax rate reductions for all 9 brackets: 7.5%, 15%, 20% - basic loss due to liability and withholding changes	(\$1,044.0)	(\$2,077.0)
Create new severance tax rate structure for products from horizontal wells: oil, condensate, gas	\$45.0	\$155.0
Total Impacts	(\$290.3)	(\$714.0)

Figure B-4-2: GRF Proposed Tax and Allocation of Tax Changes in the FY's 2014-2015 Executive Budget and the Impact on State GRF Revenues
(\$ in millions)

	FY 2014 Forecast	FY 2015 Forecast
Explicitly subject digital goods and services to sales tax	\$14.5	\$14.5
Repeal sales tax exemption for magazine subscriptions	\$7.2	\$7.2
Impose sales tax on broad categories of services at new 5% state tax rate	\$1,856.8	\$2,562.9
State sales tax rate reduction from 5.5% to 5.0% on currently taxed goods and services	(\$600.3)	(\$846.2)
Repeal gambling loss personal income tax deduction and double exemption for dependents	\$32.7	\$32.7
Small business tax relief: 50% exclusion for up to \$750,000 of income	(\$625.7)	(\$603.8)
Income tax rate reductions for all 9 brackets: 7.5%, 15%, 20% - basic loss due to liability and withholding changes	(\$1,008.9)	(\$2,007.2)
Create new severance tax rate structure for products from horizontal wells: oil, condensate, gas	\$43.5	\$149.7
Total Impacts	(\$280.4)	(\$690.2)



Provided by
GONGWER
 NEWS SERVICE, INC.
www.gongwer-oh.com