

MINUTES

MONTANA HOUSE OF REPRESENTATIVES  
53rd LEGISLATURE - REGULAR SESSION

FREE CONFERENCE COMMITTEE ON HOUSE BILL 671

Call to Order: By CHAIRMAN STEVE DOHERTY, on April 23, 1993, at 10:00 a.m.

ROLL CALL

House Members Present:

Sen. Steve Doherty, Senate Chairman (D)  
Sen. Lorents Grosfield (R)  
Sen. Tom Towe (D)

Senate Members Present:

Rep. Bob Gilbert, House Chairman (R)  
Rep. Jim Elliott (D)  
Rep. Marian Hanson (R)

Members Excused: None

Members Absent: None

Staff Present: Jeff Martin, Legislative Council  
Jill Rohyans, Committee Secretary

Please Note: These are summary minutes. Testimony and discussion are paraphrased.

HOUSE BILL 671

CHAIRMAN DOHERTY said the House compromise that resulted in HB 671 was one of the best examples of bipartisan cooperation of the session.

REP. GILBERT said the rare bipartisan effort resulted in a very fragile compromise bill. Therefore, the Senate amendments were rejected so that the bill could be put immediately into a conference committee at the earliest opportunity where both houses could work out their differences together and produce a workable bill.



**REP. ELLIOTT** said the compromise was the result of a long hard effort. Both parties in the House and the Governor's office got some of the things they wanted. He said a deal is a deal you stick with and for that reason he was glad to see it in the Conference Committee. He hoped the same spirit of compromise would prevail in this Committee.

**CHAIRMAN DOHERTY** asked **Mick Robinson, Director, Department of Revenue (DOR)** to present the Governor's proposed amendments to the Committee.

**Mr. Robinson** reviewed the Governor's amendments **EXHIBIT #1**. He said the Governor's Office indicated to the House at the beginning of the session that a surcharge was the Governor's choice of an income tax increase. The House found that approach unacceptable and the work then began on the compromise measure. DOR provided a great deal of information to the Taxation Committee and to the Speaker on various taxation reform scenarios. The Governor's Office was apprised of various measures under consideration, but was surprised at the 7.5% income tax proposal that was presented to the House. The Governor had anticipated that the low end of the taxpayer spectrum would remain close to current levels recognizing that low income individuals could not afford much, if any, increase in income taxes. The 7.5% rate represented a significant reduction in the number of income taxpayers in the state. As a result, the administration presented a 6.9% income tax proposal to the House Taxation Committee in an effort to recapture some of the taxpayers that had dropped off the lower end. These amendments, **EXHIBIT #1**, are based on the 6.9% proposal with adjustments in the rate to 6.7% and lowering of personal exemptions in order to arrive at revenue neutrality with the \$66 million estimated to be raised in HB 671. **Mr. Robinson** said the concern with increasing income taxes is the significant narrowing of the tax base that results.

The proposed amendments would reduce the exemption level from the HB 671 level of \$3500 to \$2900. The standard deductions remain as set in HB 671. The phase-out range of standard deductions and personal exemptions differs somewhat: HB 671 phases-out from \$150,000 - \$200,000 versus the amendments phase-out level of \$130,000 - \$200,000. The exemptions are reduced to the zero level at \$200,000. The retirement exclusion of \$3600 is the same in the amendments, in HB 671, and in current law.

The definition of the two earner deduction has been changed from a wage and income to an earned income basis. The two earner deduction would then encompass families with one wage or salary earner and one whose income is based on net profit or a type of self-employment income.



The changes recapture some of the 64,000 exempt taxpayers at the low income end in HB 671 although there will still be 42,000 taxpayers who have no tax liability under the 6.7% rate. The Governor would have liked to recapture more taxpayers and considered a 6.3% rate. However, it was impossible, within the time restraints, to make the adjustments necessary to keep the upper income level taxpayers from getting a further tax break.

These amendments represent a significant good faith effort by the Governor to move from a surcharge toward an acceptable flat tax rate.

**Mr. Robinson** said the Governor will not accept any additional taxpayers dropping off the tax rolls nor will he accept any changes in the minimum standard deductions.

**REP. GILBERT** asked how much less revenue would be collected by changing the definition of the two earner deduction to include earned income.

**Mr. Robinson** said there would be \$1.25 million less income as a result of that amendment.

**REP. GILBERT** asked if there is a mechanism elsewhere in the bill that compensates for that \$1.25 million loss.

**Mr. Robinson** said it is provided for in the adjustments to the exemptions and the percentage level.

**REP. GILBERT** pointed out the 7.6% rate was adjusted in HB 671 to compensate for the first year windfall. He said it appears there is no adjustment for that windfall with the 6.7% rate.

**Mr. Robinson** replied the percentage adjustments that were made were calculated to arrive at revenue neutrality with the estimated \$66 million revenue in the House passed version of HB 671.

**REP. GILBERT** said 64,000 people were dropped from the tax rolls in the House passed version of HB 671 which represents slightly over \$2 million in taxes paid. He said the Governor's 6.7% proposed rate drops off 42,000 people for a savings of approximately \$400,000. He asked **Mr. Robinson** if he could verify those figures.

**Mr. Robinson** said the amount of revenue lost as a result of dropping 64,000 people off the tax rolls was \$5.5 million. He said the figure for 42,000 taxpayers would be closer to \$4 million over the biennium. A key factor is the point at which taxpayers begin to see an increase in their taxes. In the 7.2% proposal the increases begin at \$30,000. In the 6.7% proposal,



the increase begins at \$18,000. The Governor is concerned about the tax shift that occurs by adding the \$4 million to the \$66 million in the bill as well as the tax status change that occurs when 42,000 taxpayers are dropped from the rolls. That is the reason the Governor prefers a surcharge. The significant difference with the 6% proposal in SB 235 (sales and use tax) is that income taxes are reduced by \$30 million a year rather than increasing them \$30 million a year. The impacts of going to a flat tax proposal when taxes are being reduced are significantly mitigated. There is a great difference between increasing taxes and moving to a flat tax and decreasing taxes and moving to a flat tax.

**REP. GILBERT** reviewed the spreadsheets contained in **EXHIBIT 2**. He said there seems to be very little increase in taxes being paid by the \$150,000 plus level taxpayers. He asked if the people in the \$200,000 - \$250,000 brackets are paying any increase at all. He said he would be very concerned if there were even one or two people in the very high income level that were paying no increase and yet many low income people would have their taxes increased.

**Mr. Robinson** said all the proposals are less than perfect. He said the \$150,000 level is the final category in the tax base and they have no detailed breakdown of figures above that level. There is, however, an increase in the effective tax rate in that category from 6.22% to 6.65% in terms of all households.

**REP. GILBERT** and **SEN. TOWE** pointed out there are 31 taxpayers in that category, none of whom are paying any tax right now.

**REP. GILBERT** said his comments were not meant to be critical of the Governor. He said he appreciates the Governor's recognition that the surcharge is dead and his willingness to compromise on the flat tax. He felt the comparison of the flat tax, sales tax, and this bill by **Mr. Robinson** was somewhat unfair. **REP. GILBERT** said, as he understands the proposal, the average wage earner who does not own personal property receives very few breaks under the provisions of SB 235. They get a small decrease in personal income taxes, but they are saddled with a 4% sales tax and a 4% tax on all services. In the long run, their tax breaks are quite insignificant.

**Mr. Robinson** said SB 235 offers a much more progressive tax system than what is contained in HB 671. Taxpayers below the \$22,000 level would pay less under SB 235 than they would under the provisions of HB 671.

**REP. ELLIOTT** said low income individuals cannot afford much of a tax increase. He asked **Mr. Robinson** if he felt minimum wage earners should receive a tax increase.



**Mr. Robinson** said the 42,000 taxpayers would not be dropped off the tax rolls under a surcharge. The tax increase would impact minimum wage earners at an income level of approximately \$2000. Under HB 671, with the Governor's proposed amendments, the increase begins at about \$6000 - \$8000.

**REP. ELLIOTT** said a minimum wage earner grosses \$8400 a year. Under the surcharge they would have a 10% tax increase; under these amendments they would have a 20% increase. He said the fairness issue is why he discussed the minimum standard deduction with **Rick Hill** of the Governor's office. He said the 64,000 people who would drop off would have paid \$34 each. He said he thought those negotiations were in good faith.

**Mr. Robinson** said the final negotiations prior to the 7.2% proposal took place between **REP. ELLIOTT** and himself. He said there was never an agreement or a commitment by the Governor to the 7.2% proposal. The negotiations with **Rick Hill** were a separate matter and, again, there was never a commitment from the Governor.

**REP. ELLIOTT** said he was referring to good faith negotiations, not good faith agreements. One of the difficulties with those negotiations was determining just who was speaking for the Governor's office. He asked what would happen to the income tax base if the federal income tax deductibility was kept intact.

**Mr. Robinson** replied if the federal government increases federal income taxes, the federal deductibility would increase at the state level, thereby decreasing Montana tax collections.

**REP. ELLIOTT** asked **Mr. Robinson** if he means narrowing the number of taxpayers when he refers to narrowing the tax base as opposed to decreasing the amount of taxes collected.

**Mr. Robinson** said that was correct.

**SEN. GROSFIELD** asked how many taxpayers are recaptured under the Governor's proposal.

**Mr. Robinson** reviewed the all households spreadsheet, **EXHIBIT #2**, with the Committee. He noted there is some concern about home mortgage interest deductions and charitable contribution deductions when moving to a flat rate system.

**SEN. GROSFIELD** said it appears there are 300 taxpayers in the \$45,000 and above income category with no tax liability under current law. He asked if this is typical or if there is a variance from year to year.

**Mr. Robinson** said there is some fluctuation but there are a typical number of taxpayers in those categories that do not have a tax liability each year.



**SEN. TOWE** asked about the corporate license tax figures.

**Mr. Robinson** said there is no information because the Governor's proposal does not change the corporate portion of the bill at all. The proposal and the information contained in **EXHIBIT 2** only addresses individual income tax.

**SEN. TOWE**, referencing the all household spreadsheet, **EXHIBIT 2**, said the Governor's proposal addresses the majority of those who have no tax liability in the over \$45,000 income brackets and takes care of that inequity quite well. The problem with the 6.7% flat rate is that the tax liability for taxpayers on the low end increases from 2% to 6%. Most of those increases impact single filers in the \$6000 and above categories. He pointed out \$6000 is below minimum wage which makes it difficult enough for that wage earner to survive without having to absorb a tax increase.

The low income problem was eliminated in SB 235 because there was a higher exemption and a standard deduction that was not indexed. HB 671 had a minimum standard deduction of 30% for a single filer with a minimum of \$2,500 and a maximum \$5,000 of income. Adding the \$2,500 to the personal exemption offsets the impact of increasing the tax liability from 2% to 6%. **SEN. TOWE** said the Governor's proposal must contain a minimum of some sort in order to be fair.

**Mr. Robinson** said DOR is running information based on minimums at this time. He said there would be more taxpayers taken off the tax rolls as a result of adopting a minimum figure.

**SEN. TOWE** asked if the Governor would be amenable to a rate lower than 6.7% for wage earners under \$20,000.

**Mr. Robinson** said there has been discussion of a two rate system. It was rejected because the 6.7% flat rate most closely parallels HB 671 as it currently stands.

**CHAIRMAN DOHERTY** RECESSED THE MEETING AT 11:00 A.M. FOR PARTY CAUCUSES. THE MEETING RECONVENED AT 1:05 P.M.

**CHAIRMAN DOHERTY** asked how much tax income is represented by the 64,000 taxpayers that are dropped from the tax rolls.

**Mr. Robinson** said they represent a \$5.5 million reduction for the biennium.

**CHAIRMAN DOHERTY** proposed dropping 20,000 - 25,000 taxpayers off the rolls and adjusting the rates and other figures to maintain the revenue neutrality. He asked **Mr. Robinson** what the fiscal impact would be and what would have to be changed to stay at the \$66 million level.



**Mr. Robinson** said an earlier scenario run by DOR at a rate of 6.3% dropped off 23,000 taxpayers. One of the problems inherent in a single rate tax proposal is that as the exemption level is reduced it, in turn, reduces the rate. As a result, the wealthy taxpayers get closer to the current tax liability level and pay little or no taxes. He said it could be accomplished using a dual rate in order to recapture some of the revenue from the high income taxpayers.

**CHAIRMAN DOHERTY** asked if the phase-out level could be moved down to the \$70,000 - \$100,000 income category.

**Mr. Robinson** said one effect of the phase-down is a ballooning in the middle income categories and a flattening at the upper end.

**CHAIRMAN DOHERTY** said, at a 7.2% rate, tax increases start at the \$30,000 level in HB 671 as passed by the House. Under the Governor's proposal, at a 6.7% rate, the increases would start at \$18,000.

**Mr. Robinson** said that is correct and noted that as the tax rate increases the number of taxpayers in the tax base decreases.

**CHAIRMAN DOHERTY** said the Governor's proposal picks up 22,000 taxpayers that dropped off the rolls in HB 671. Revenue gained from the 22,000 will total approximately \$2.8 million. He asked how much it costs to process a return.

**Mr. Robinson** said he is not sure of the cost but he suspects the increase in tax received on the marginal returns is probably less than the cost of processing.

**REP. ELLIOTT** said although the Governor's proposal seems to be revenue neutral for the biennium, it yields less revenue on a calendar year basis.

**Mr. Robinson** said when indexing is applied to the difference between the \$3,500 and \$2,900 personal exemption it has a significant impact on income tax receipts. The increase in tax in 1994 is \$32.8 million in the Governor's proposal as compared to \$29.5 million at the 7.2% rate in HB 671. Although there is less revenue in 1993, it grows to above the 7.2% amount in 1994 and 1995 which is most likely due to indexing.

In answer to a question from **REP. ELLIOTT**, **Mr. Robinson** reviewed the attached **EXHIBIT 3**, regarding single filers, with the Committee. He said the reference to the single filer tax credit was suggested by the author of the memo, **Larry Finch, Office of Research and Information, DOR**, but has not been adopted by the Governor or himself as a viable component of the Governor's proposal.



**CHAIRMAN DOHERTY** asked **Mr. Robinson** if there is any room for adjustment in the Governor's proposal.

**Mr. Robinson** said the Governor does not want the base narrowed any further. He would accept some minor adjustments in the 42,000 exempt taxpayer level, but would not be willing to look at any significant changes in that area. This compromise proposal was reached in good faith discussions held yesterday with members of both the House and Senate.

**CHAIRMAN DOHERTY** asked if the \$130,000 - \$200,000 category is the upper end phase-out level, and if so, what is the reason for choosing that level.

**Mr. Robinson** said that is correct level. In a single rate approach there is a flattening out of the curve at the upper level, **EXHIBIT 2, page 2**. The flattening out started at about \$130,000 and ranges up to \$200,000. He said it is broader than HB 671 provisions, but it also starts at a lower level and ends at the same point.

**CHAIRMAN DOHERTY** asked about the ramifications of lowering the upper level phase out to \$75,000 - \$100,000.

**Mr. Robinson** replied that would increase the amount of revenue received and would also change the revenue neutrality by a few million dollars. The House Republican caucus would oppose that approach.

**REP. GILBERT** said the lower phase-out levels were considered by the House Republican caucus and were rejected earlier in the session.

**REP. GILBERT** said he reviewed the original HB 671 provisions, the compromise figures, and the Governor's proposal and decided there is not a significant difference between them. The differences lie in the level of taxpayers dropping off the tax rolls and the amount of money they would pay. He said \$2.8 million is not a terribly significant amount to lose from \$300 million. The major difference is in philosophy, i.e., should the poor pay and, if so, at what level and how much. He said he doesn't see much negotiating room and has been discouraged with the lack of cooperation with the Governor's office as the compromises have been worked out. The Governor has said unless SB 235 passes both houses he will not look favorably upon HB 671. **REP. GILBERT** said one branch should not tell another branch of government what to do. He said he wonders if there is a reason for the legislative session at all if, on the 89th day, the Governor says "do it my way or else". He said he hopes to see some more cooperation before the day is out.



REP. ELLIOTT said he agrees entirely with REP. GILBERT. He said everyone here was elected by the people of the state and they take that charge seriously. Although the Governor is well within his rights in exercising his veto power, REP. ELLIOTT said he resented the lack of cooperation as much as REP. GILBERT.

REP. GROSFIELD said he would like to see the Conference Committee resolve this matter in a responsible way. He felt there is a little room for negotiation on the Governor's amendments. He said the Senate Republicans are very nervous over a 6.7% rate and do not want to raise that rate at all. He noted there can be some changes made in the low income level and urged the Committee to look at that provision again. He agreed with REP. GILBERT's assessment of the veto message. The people of Montana expect to vote on the sales tax and the Governor wants to give them that opportunity.

CHAIRMAN DOHERTY said the people of Montana, as represented in the House and Senate, are entitled to the best, most well-crafted, reasonable tax alternative possible.

REP. GILBERT pointed out he never intended HB 671 to be considered overall tax reform or to be in competition with the sales tax bill. There had to be an alternative plan in place in case the sales tax bill fails in the June election. He said he is certain the people of Montana do not want a sales tax, but they do want the opportunity to vote on it if there is one proposed.

CHAIRMAN DOHERTY RECESSED THE MEETING AT 1:50 P.M.. SEN. TOWE WAS IN ANOTHER CONFERENCE COMMITTEE AND COULD NOT ATTEND THIS MEETING UNTIL 3:30 P.M.

CHAIRMAN DOHERTY RECONVENED THE MEETING AT 3.42 P.M.

REP. ELLIOTT asked if there is any device that can be put into place to protect middle and lower income taxpayers and single taxpayers from a tax increase.

Mr. Robinson asked for a definition of "middle income taxpayer".

REP. ELLIOTT said they would be the middle third of all taxpayers in the state. The middle income single taxpayer would be one with a top income of \$25,000. He asked if the administration would be willing to look at a different rate for the single taxpayer.

Mr. Robinson said it is hard to compare the income levels between the single householder and the family because there are variable tax increases among the filing levels due to the number of exemptions claimed.



SEN. TOWE, referring to EXHIBIT 3, said he is interested in Option 3. With a minimum standard deduction, the single filer would not have to pay any taxes until his income exceeded \$5400 which would alleviate some of the concern about tax increases for the lower end wage earner.

Mr. Robinson pointed out it would also drop another 8,000 taxpayers off the tax rolls.

SEN. TOWE said he understood that, but asked why it is such a major concern when they are only paying an average of \$90 in taxes. He said that is not a very high price to pay to keep a large segment of low income taxpayers from having to absorb a tax increase they can ill afford.

Mr. Robinson reminded the Committee the Governor has compromised a great deal from his original position supporting a surtax. He said the Senate Republicans are not comfortable with HB 671 or the 6.7% rate. They would much prefer to recapture more of the lower end taxpayers. The Governor prefers Option 1, EXHIBIT 3.

REP. ELLIOTT said from the beginning the concern has been to keep as many people on the tax rolls as possible. In devising a new tax system, he felt it was important to design a system that would closely approximate the curve of current law. The one element that makes the curve closely align current law is the single filer under \$20,000. It is not the intent to drop them off the tax rolls, rather, to keep them from incurring a tax increase. He said a person making \$8000 should not have to pay a tax increase, if anything, he should be paying less. The problem with the Governor's proposal is that he will be paying 20% over his current law tax assessment. REP. ELLIOTT said that is the real sticking point.

SEN. TOWE said he is still concerned about the single filer who will have a tax increase. He said Option 3 goes a long way toward addressing those concerns.

SEN. TOWE said dropping the standard exemption from \$3000 to \$2900 saves \$13 million over the biennium. He said dropping the deduction to \$2300 would save \$91 million.

Mr. Robinson verified that figure was fairly accurate.

SEN. TOWE asked if the Governor would agree to the Legislature raising the revenue to fund HB 667 by dropping the standard exemption to \$2700 or \$2800.

Mr. Robinson stated the Governor is not in favor of any revenue increase above the \$66 million needed to maintain revenue neutrality. This is also a strong concern of the House of Representatives in light of the balanced budget proposal.



REP. ELLIOTT proposed eliminating the minimum deduction and establishing a 40% deduction for single filers with income up to \$4900. The proposal would not drop anyone making under \$4900 from the tax rolls. Those making under \$4900 would pay no tax; those above would pay more and it would maximize at \$12,500. He asked if the administration would be willing to consider this proposal.

Mr. Robinson said the proposal might work. He said there is a concern with establishing two different rates. He said he would look at the impacts and give the proposal due consideration.

REP. ELLIOTT asked Mr. Robinson to do a computer analysis of the proposal and to also run figures on the federal offset.

SEN. TOWE said he is concerned about eliminating the minimum. Under REP. ELLIOTT's proposal, with no minimum, a taxpayer would begin paying tax at \$4800, with the minimum he would begin to pay at \$5400.

SEN. DOHERTY said he would be interested in seeing a computer analysis on phasing out deductions at a lower level on the upper end.

Mr. Robinson said these computer run spreadsheets take a substantial amount of money and time to do. He said he could give the Committee some partial figures. In the upper range \$130,000 - \$200,000, reducing the high end figure to \$190,000 would garner \$161,000 per year, reducing to \$180,000 per year would garner \$338,000 per year, and reducing to \$170,000 would garner \$528,000 in additional collections per year.

SEN. TOWE asked what position the Governor would take on the phase-out reduction.

Mr. Robinson responded he would not mind doing some adjusting from the current proposal base to recoup any revenue loss in terms of EXHIBIT 1, Option 1, and the minimum standard. If the upper level is shifted down specifically, it produces too much revenue and requires percentage and exemption adjustments which cause more problems than they solve. The problem with Option 3 is not the revenue figures, but rather the people dropping off the tax base.

SEN. DOHERTY asked if there were any numbers that could be "tweaked" in order to keep the numbers on the tax rolls, but lower the upper level phase-out.

It appeared that proposal was hopelessly complicated.

REP. ELLIOTT asked if the administration could support SEN. GAGE's proposed amendments regarding two earned incomes per family.



**Mr. Robinson** said those amendments are included in the Governor's proposed amendments, **EXHIBIT 1**, as well as the half-rate indexing amendments.

**REP. ELLIOTT** asked if the administration would be amenable to phasing out the two earner deduction at the same rate as the standard deduction.

**Mr. Robinson** said that proposal would generate very little, if any, new revenue. The cost benefit does not make any sense. It would require another line on the tax return and he would oppose it.

**REP. ELLIOTT** asked, if the Committee agreed, if the administration would be willing to phase-out the deductions and the exemptions in either a narrower base or an earlier phase-out amount.

**Mr. Robinson** said he felt the administration would be willing to look at a narrower base in terms of the phase-out for the purpose of recouping the dollars that might be lost with the revenue neutrality. There is no interest in raising excess revenue.

**SEN. TOWE** asked if there would be any interest in **Option 3** being funded through the necessary changes in the phase-out.

**Mr. Robinson** said it could be suggested, but the Governor has expressed some willingness to look at **Option 1** as a movement on the minimum standard deduction.

**REP. ELLIOTT** asked what the Governor would think of the 40% standard deduction proposal.

**Mr. Robinson** said the impact will be determined by the computer run and the Governor can make a decision based on that information.

**REP. ELLIOTT** asked **Mr. Robinson** to be sure to include the federal offset in that computer run. He said he and **SEN. TOWE** are interested in seeing what sort of benefits accrue to the upper level taxpayers because of the federal offset. **REP. GILBERT** asked to have the Montana effective rates and the federal offset rates included.

**Mr. Robinson** said they would run the federal offset figures and try to make adjustments in the spreadsheet to include the effective rate figures.

**SEN. TOWE** asked if a run could be made of **Option 3** paid for by the phase-out.



Mr. Robinson said he would do his best to include it, but reminded the Committee members that each of these runs is a main frame computer run and takes anywhere from 2 to 3 hours to complete.

THE MEETING WAS RECESSED AT 5:50 P.M. TO RECONVENE AT 10:00 A.M. THE FOLLOWING MORNING, THE 90TH DAY.

DUE TO THE TIME NEEDED TO RUN THE VARIOUS FIGURES REQUESTED BY THE COMMITTEE, OTHER CONFERENCE COMMITTEE MEETINGS, AND THE PRESSING NATURE OF LAST DAY OF SESSION ACTIVITY, THE COMMITTEE DID NOT FORMALLY RECONVENE UNTIL 4:20 P.M. APRIL 24.

THE CHAIRMAN CALLED THE MEETING BACK TO ORDER. ALL COMMITTEE MEMBERS WERE PRESENT.

REP. ELLIOTT reviewed the 40% standard deduction proposal, EXHIBIT 4, with the Committee members. He said it would drop 98,900 people off the tax rolls compared to 84,800 in the Governor's proposal and 107,000 in HB 671. He pointed out 43,000 of the 98,900 are already off the tax rolls. He noted that compared to HB 671, 8,000 taxpayers are added back to the tax rolls with the largest number of those being single filers. Based on the 6.7% figure, the 40% standard deduction proposal would raise \$8.7 million less in calendar year 1993 than HB 671 or the Governor's proposal. The House Democratic caucus wants to point out that SB 235 has passed both houses and will be on the ballot in June. He noted it passed with 28 Democratic votes.

REP. ELLIOTT said the leadership of both parties in the House met earlier in the session to explore various methods of raising revenue. By mutual decision it was decided that a surcharge was out of the question even though the Governor favored that approach. The final agreement resulted in HB 671 with standard deductions of \$5,000 for individuals, \$7500 for head of household, and \$10,000 for married couples. The rate was established at 7.3% for calendar years 1993 and 1994 and 7.4% for calendar year 1995. The bill passed out of the House Taxation Committee in that form.

Before the bill was heard in House Taxation, Rick Hill, representing the Governor, approached REP. ELLIOTT and wanted to negotiate various parts of the bill. At that time, negotiations had been going on for over a month and a half. Although, they had some interesting discussions regarding the bill, no agreement was reached. When HB 671 was heard in House Taxation, Mr. Hill appeared as a proponent and submitted proposed amendments which were not adopted as the bill passed out of Committee to the House floor. On the floor an amendment to obviate the tax on video gaming was passed. This is the amendment the Governor wanted and which Mr. Hill had negotiated with REP. ELLIOTT to no avail. The



bill then passed the House with the support of 26 Republicans and 25 Democrats and the Senate with no Republican votes at all. Now, two days before the end of the session the administration proposes even more restrictive amendments. The position of the House Democratic caucus is as follows:

1. The Montana Legislature has acquiesced in great part to what the Governor has proposed.

2. The Democrats have come a long way to accommodate the Governor's wishes.

3. The session is close to the end and the Democrats are very close to not accepting the Governor's amendments to HB 671.

4. If the Governor and the administration had come forward earlier in a spirit of true compromise this exercise on the 90th day would not have been necessary.

5. The House Democrats have compromised enough and it is now up to the administration and the Governor to begin to compromise.

6. House Democrats want a 40% deduction up to the maximum as outlined in **EXHIBIT 4** to be included in HB 671.

7. House Democrats agree with the \$2900 exemption and the proposal to raise the rate to compensate for the revenue loss in the 40% proposal versus HB 671. They would be amendable to phasing out the deduction in the exemptions for high income earners at a lower level to, in part, to recoup the revenue difference.

8. The Democrats believe that at the 40% standard deduction they have accommodated the majority of the Governor's concerns. More people have been brought back on the tax rolls. They would agree to the rate being raised to 6.8%.

If these proposals are not agreeable to the administration and the Governor, the Democrats will not vote for the bill with the Governor's amendments. They will not vote to increase taxes on working Montanans as outlined in HB 504.

**SEN. DOHERTY** asked how many people would be dropped off the tax rolls.

**REP. ELLIOTT** said 56,000 would drop off as opposed to 64,000 under current law.

**SEN. TOWE** asked about the fiscal impact of changing rates.



**Mr. Robinson** said \$20.68 million is lost over the biennium if the rate does not change. There would need to be a 6.9% rate to compensate for that loss.

**Mr. Robinson** said the Governor's amendment was not accepted on the floor of the House. HB 671 passed the House in the same form as it passed out the Taxation Committee. The 7.2% rate was the rate presented in the bill in Committee as a response to the Governor's concern about the 7.5% rate that was originally intended. There was a 30% phase-in factor included in the 7.2% proposal. The difference between HB 671 and the Governor's proposal was the reduction in the personal exemption and the removal of the minimum standard deduction. The 6.7% rate was adjusted to make the bill revenue neutral with HB 671.

The original 6.9% proposal presented by the Governor in House Taxation had two components. The 6.9% rate and the composition of the accompanying proposal was intended to raise \$76 million which was \$10 million in excess of the income tax proposal being worked on by the House. The Governor felt he must present an alternative to the House in recognition of the fact that he did not approve of the increase in the video gambling license tax. The 6.9% proposal represented a downward movement in the income tax and also raised the additional \$10 million to compensate for the loss of the video gambling license tax. The 6.7% rate is a downward adjustment to meet revenue neutrality.

The 6.9% proposal included a \$3,000 personal exemption and a 30% phase-in rate. The Governor has preferred a surcharge since the session began, but he was willing to accommodate the negative position of the House by moving into a type of permanent adjustment in the income tax system that maintained the same taxpayer curve as exists in current law. That adjustment was intended to impose no new tax burden on the low end taxpayer, but rather any increase was to be borne by the middle and upper income taxpayer. The movement by the Governor has been very significant, including the willingness to consider the minimum standard deduction which was proposed in the meetings yesterday.

A significant number, perhaps as many as 30,000, of the single taxpayers that are at the lower end of the scale are high school and college students who do not have families to support, but who are having to pay some taxes to the state at the 30% level. This proposal is a 40% phase-in with a drop in the minimum standard deduction.

**Mr. Robinson** said the Governor presented a 6.3% proposal which would have dropped 23,000 taxpayers off the rolls, but there seemed to be no interest in that rate by either the House or the Senate. Later in the week, the Governor presented his good faith offer on HB 671. Those proposed amendments to HB 671, **EXHIBIT 1**, were offered to provide some guidance on SB 235. Now that SB 235 has passed new demands are being made even though the Governor



has made significant movement in the tax rate and the Senate Republicans are not supporting the Governor's position and would still prefer a surcharge.

**SEN. TOWE** asked if **Mr. Robinson** had the information regarding the **Option 3** proposal with a minimum standard deduction of \$2500 for single filers and the compensating phase-out.

**Mr. Robinson** replied said the moving the phase-out down from \$140,000 to \$100,000 would raise \$6.56 million over the biennium.

**SEN. TOWE** said he would be willing to accept the 40% figures rather than the minimum standard deduction. He said he hoped the Governor would be amenable to that proposal.

**Mr. Robinson** said he would like to hear what the other members of the Committee think of the proposal.

**SEN. GROSFIELD** said the 40% proposal had not been discussed in the Senate Republican caucus.

**Mr. Robinson** the Governor's first reaction to the 40% proposal was not positive.

**SEN. DOHERTY** asked **REP. ELLIOTT** why the 40% is preferable to the minimum standard deduction.

**REP. ELLIOTT** said there is no minimum standard deduction in either the Governor's 6.3% or 6.7% proposal. If the Governor does not want a minimum, the House Democrats will acquiesce, but they want the rate to be set at 40%. He said the Governor's 6.3% proposal raised taxes on every Montanan except those with an income of over \$150,000 per year. No one would have voted for that proposal as it had the same effect as a 10% surcharge. He said he does not believe a good faith effort consists of coming to the legislature at the last moment of the session with an ultimatum. The Governor's amendments are not a negotiating point, but rather a good faith effort according to **Mr. Robinson**. **REP. ELLIOTT** said he failed to see the similarity between non-negotiable demands and good faith bargaining efforts. In good faith bargaining there is room for motion. He said he hoped there is room for motion at this time. **REP. ELLIOTT** reviewed **EXHIBIT 4, page 2**, with the Committee members. He said the time has come to produce results. The 40% proposal presented by **REP. ELLIOTT** and the House Democratic caucus contains a 40% standard deduction up to the maximum, exemption of \$2900, and a rate of 6.8%. An alternative would be to change the rate by adjusting the phase-out at the bottom end or by narrowing the band.



**Mr. Robinson** said the loss in revenue is approximately \$20 million. In order to recoup, the rate would have to be adjusted to 6.9%. Narrowing the band to \$100,000 - \$140,000 in the phase-out would yield only \$6 million. Adjusting the phase-out will not compensate for the entire loss if the rate remains at 6.8%.

**REP. GILBERT** asked if the administration would accept or reject the Democratic proposal. He said the rate adjustment figures should be run so a determination can be made as to the 6.8% or 6.9% rate. It is time for yes or no answers and to cut to the heart of the matter and get some results.

**SEN. DOHERTY** said it is his intention and that of the Committee members that these negotiations are conducted in good faith. The House Democrats have presented their position clearly and it is important to work on that proposal in the caucuses and with the Governor and try to reach an accommodation with all the parties involved.

**SEN. TOWE** said that he would accept the 40% without the minimum standard deduction and use a combination of the personal deduction, the rates, and the phase-out to pay for it.

**Mr. Robinson** said he would like both parties to take the **Option 3** proposal with \$2900 standard deduction to their respective caucuses for discussion.

**REP. GILBERT** said this is still a bipartisan bill and a bipartisan effort and the Governor needs to understand both sides have to be satisfied with the final decision.

**THE MEETING WAS RECESSED UNTIL 6:00 P.M.**

**CHAIRMAN DOHERTY RECONVENED THE MEETING AT 9:20 P.M. ALL THE CONFEREES WERE PRESENT.**

**REP. ELLIOTT** said an agreement, **EXHIBIT 5**, has been reached between the House, Senate, and the administration. The administration has accepted the 40% standard deduction and the 6.7% rate is acceptable to both parties. The standard deduction, the exemption, and the two earner household deduction will be phased out starting at \$100,000 of income and will phase completely out at \$180,000. This phase-out proposal will raise \$1.4 million. The exemption amount will be \$2710. The two technical amendments adjusting the Montana CPI and the definition of earned income have also been approved. The House Democrats are satisfied with the agreement.

**REP. GILBERT** asked if the CPI correction corrects the \$8 million error.

**REP. ELLIOTT** said it corrected that error and brings the revenue back to the original \$66 million.



REP. GILBERT said the House Republican caucus also accepts the proposal.

SEN. TOWE said he and SEN. DOHERTY both speak for their caucus and concur with the agreement.

SEN. GROSFIELD said there is still a lot of displeasure with the proposal in the Senate Republican Caucus and he cannot promise a large number of votes.

Motion/Vote:

REP. ELLIOTT MOVED THE ADOPTION OF THE AMENDMENTS AS PER EXHIBIT 6. THE MOTION CARRIED UNANIMOUSLY.

SEN. TOWE, speaking on behalf of the entire Conference Committee, thanked Mr. Robinson, the administration, and Larry Finch for their extraordinarily thorough and speedy efforts in preparing information requested by the Committee. Hearty thanks and congratulations were exchanged by the Committee members and the representatives of the administration.

Adjournment: The meeting adjourned at 10:00 p.m.



SEN. STEVE DOHERTY, SEN. CHAIRMAN



REP. BOB GILBERT, HOUSE CHAIRMAN



JILL ROHYANS, SECRETARY

SD/BG:jdr



Amendments to House Bill No. 671  
Reference Reading Copy

EXHIBIT 1  
DATE 4/23/93  
HB 671

For the Free Conference Committee

Prepared by Greg Petesch  
April 23, 1993

1. Page 2, line 17.  
Strike: "for Montana"
2. Page 2, line 22.  
Strike: ", multiplied by 0.5"
3. Page 3, lines 20 and 21.  
Following: "index" on line 20  
Strike: remainder of line 20 through "Montana" on line 21
4. Page 3, line 22.  
Strike: "for Montana"  
Following: "1993"  
Insert: ", then subtracting 1, then multiplying by 0.5, then  
adding 1"
5. Page 6, line 13 through page 8, line 5.  
Strike: section 2 in its entirety  
Renumber: subsequent sections
6. Page 8, line 10.  
Strike: "1994"  
Insert: "1992"
7. Page 8, line 13.  
Strike: "7.3%"  
Insert: "6.7%"
8. Page 9, line 21.  
Strike: "7.4%"  
Insert: "6.7%"
9. Page 14, lines 9 and 10.  
Following: "the" on line 9  
Strike: remainder of line 9 through "salary" on line 10  
Insert: "earned income"
10. Page 14, line 11.  
Strike: "wages and salary"  
Insert: "earned income"
11. Page 16, lines 14, 17, and 24.  
Strike: "\$3,500"  
Insert: "\$2,900"
12. Page 17, lines 4, 12, and 16.  
Strike: "\$3,500"



Insert: "\$2,900"

13. Page 18, lines 10 and 15.

Strike: "\$3,500"

Insert: "\$2,900"

14. Page 19, line 21.

Strike: "10%"

Insert: "7%"

15. Page 19, line 22.

Strike: "\$150,000"

Insert: "\$130,000"

16. Page 21, line 23.

Strike: "LESS THAN"

Strike: "\$2,500 OR"

17. Page 22, line 3.

Strike: "LESS THAN \$4,000 OR"

18. Page 22, lines 8 and 9.

Following: "NOT" on line 8

Strike: remainder of line 8 through "OR" on line 9

19. Page 22, lines 15 and 16.

Following: "NOT" on line 15

Strike: remainder of line 15 through "OR" on line 16

20. Page 22, line 18.

Strike: "10%"

Insert: "7%"

21. Page 22, line 19.

Strike: "\$150,000"

Insert: "\$130,000"

22. Page 39, lines 20 and 22.

Strike: "9"

Insert: "8"

23. Page 40, lines 16 and 17.

Strike: "(1)" on line 16

Following: "This" on line 16

Strike: remainder of line 16 through "[THIS]" on line 17

Insert: "[This"

24. Page 40, lines 20 through 24.

Strike: subsection (2) in its entirety

25. Page 40, line 25 through page 41, line 1.

Strike: section 25 in its entirety



EXHIBIT 2  
DATE 4/23/93  
HB 671

April 22, 1993

**MEMORANDUM**

TO: Mick Robinson  
Director

FROM: Larry Finch, Program Manager *LEF*  
Office of Research and Information

RE: Impacts of Administration 6.7% Income Tax Proposal

Attached are spreadsheets detailing the impacts of the following income tax proposal:

<b>Exemption Level</b>	<b>\$ 2,900</b>
<b>Standard Deduction</b>	
- Single Filers	30% of MAGI, \$ 5,000 Max
- Head of Household	30% of MAGI, \$ 7,500 Max
- Married Couples	30% of MAGI, \$10,000 Max
<b>Phaseout Range:</b>	<b>\$130,000 - \$200,000 of FAGI</b>
<b>Retirement Exclusion:</b>	<b>Current Law</b>
<b>Two-Earner Deduction:</b>	<b>10% of "earned income"; \$3,000 Max</b>
<b>Tax Rate:</b>	<b>6.7%</b>

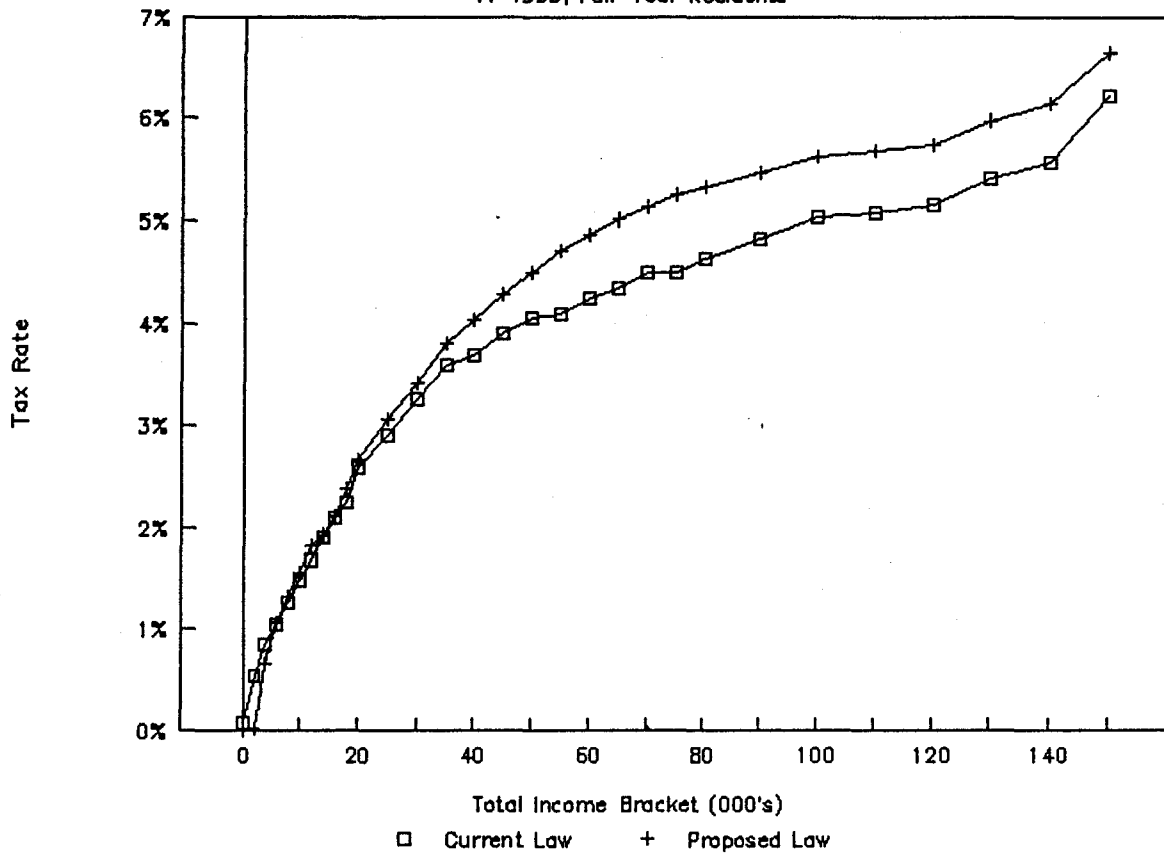
This proposal is approximately revenue-neutral with HB671 in that it raises approximately \$66 million over the biennium, with indexing applied at half of the change in the national CPI.

As regards the number of households that drop off the income tax rolls, HB671 as passed by the House removed approximately 64,178 households from the tax roll. The proposal detailed above removes approximately 42,000 households from the income tax roll.



# AVERAGE TAX RATES—6.7% RATE PROPOSAL

TY 1993, Full-Year Residents





4-23-93  
HB-671

**Impact of Administration 6.7% Rate Proposal  
Assumes Current Law 1993 Surtax is Repealed**

22-Apr-93

<b>A. CURRENT LAW - HJR3.</b>	1992	1993	1994	1995
Tax Year Liability, Before Surtax	287,948,629	301,689,753	318,945,476	337,375,284
Surtax Rate	2.30%	4.70%	0.00%	0.00%
Surtax Amount	6,622,818	14,179,418	0	0
Total Tax Year Liability	294,571,447	315,869,171	318,945,476	337,375,284
Fiscal Year Revenue, Before Adjustments		294,819,191	310,317,615	328,160,380
Surtax Adjustment		13,712,528	7,089,709	
Other Adjustments		43,407,000	11,536,000	11,536,000
Total Fiscal Year Revenue		351,938,719	328,943,324	339,696,380
Allocation to:				
- General Fund		221,017,515	195,721,278	202,119,346
- School Equalization		100,302,535	104,603,977	108,023,449
- Long-Range Building, Debt Service		30,618,669	28,618,069	29,553,585
Total Biennium Individual Income Tax				668,639,704

<b>B. ADMINISTRATION 6.7% PROPOSAL</b>	1992	1993	1994	1995
Tax Year Liability, Before Surtax	287,948,629	301,689,753	318,945,476	337,375,284
Increase in Liability Due To Proposal	0	27,898,041	32,786,761	38,703,319
Surtax Rate	2.30%	0.00%	0.00%	0.00%
Surtax Amount	6,622,818	0	0	0
Total Tax Year Liability	294,571,447	329,587,794	351,732,237	376,078,603
Fiscal Year Revenue, Before Adjustments		294,819,191	354,609,036	363,905,420
Surtax Adjustment		13,712,528	(7,089,710)	
Other Adjustments		43,407,000	11,536,000	11,536,000
Total Fiscal Year Revenue		351,938,719	359,055,326	375,441,420
Increase in Revenue, Fiscal Year		0	30,112,003	35,745,040
Allocation to:				
- General Fund		221,017,516	213,637,919	223,387,645
- School Equalization		100,302,535	114,179,594	119,390,372
- Long-Range Building, Debt Service		30,618,669	31,237,813	32,663,404
Total Biennium Individual Income Tax				734,496,746

**Increase Over Biennium**

**65,857,043**



# Administration 6.7% Income Tax Proposal -- All Households -- Calendar Year 1993

Income Bracket				Current to Proposed Law				No Tax Liability				Percentage of				Effective Tax Rates				Percent of Total State Liability				Dollar Change in Avg. Liability	
Income Bracket	Number of Households	Total Income	Difference	Current Law Tax	Proposed Law Tax	Current Law Tax	Proposed Law Tax	Current Law Tax	Proposed Law Tax	Current Law Tax	Proposed Law Tax	Current Law Tax	Proposed Law Tax	Current Law Tax	Proposed Law Tax	Current Law Tax	Proposed Law Tax	Current Law Tax	Proposed Law Tax	Current Law Tax	Proposed Law Tax	Current Law Tax	Proposed Law Tax		
0 - 2,000	20,088	23,447,890	(19,232)	19,232	0	15,228	20,088	3.2%	0.0%	0.08%	0.00%	0.01%	0.00%	0.08%	0.00%	0.01%	0.00%	0.01%	0.00%	0.01%	0.00%	1	1		
2,000 - 4,000	21,546	64,597,176	(347,882)	354,476	6,795	15,228	0	5.4%	19,764	70.66%	0.00%	0.12%	0.01%	0.55%	0.01%	0.12%	0.00%	0.12%	0.00%	0.12%	0.00%	10	10		
4,000 - 6,000	18,468	81,868,598	(191,490)	780,733	599,242	9,558	2,592	51.75%	14,044	24.76%	44.76%	0.41%	0.86%	1.05%	1.07%	0.26%	0.18%	0.26%	0.18%	0.26%	0.18%	110	110		
6,000 - 8,000	17,010	118,638,918	20,981	1,243,131	1,284,112	4,212	7,614	46.98%	8,100	24.76%	44.76%	0.41%	0.86%	1.05%	1.07%	0.26%	0.18%	0.26%	0.18%	0.26%	0.18%	1	1		
8,000 - 10,000	16,080	168,044,544	98,349	2,114,651	2,213,000	6,966	8,424	37.36%	45,223	24.76%	45.22%	0.41%	0.86%	1.05%	1.07%	0.26%	0.18%	0.26%	0.18%	0.26%	0.18%	5	5		
10,000 - 12,000	12,000	177,124,148	132,592	2,620,894	2,753,487	7,040	7,262	43.76%	45,163	24.76%	45.16%	0.41%	0.86%	1.05%	1.07%	0.26%	0.18%	0.26%	0.18%	0.26%	0.18%	8	8		
12,000 - 14,000	14,286	185,140,662	275,947	3,106,182	3,382,130	5,780	7,334	40.46%	51,343	24.76%	46.98%	0.41%	0.86%	1.05%	1.07%	0.26%	0.18%	0.26%	0.18%	0.26%	0.18%	19	19		
14,000 - 16,000	14,056	210,896,380	51,990	4,018,768	4,070,758	6,128	6,892	43.60%	48,969	24.76%	46.98%	0.41%	0.86%	1.05%	1.07%	0.26%	0.18%	0.26%	0.18%	0.26%	0.18%	18	18		
16,000 - 18,000	13,088	222,094,204	42,272	4,634,040	4,676,312	5,882	6,120	44.94%	46,785	24.76%	46.98%	0.41%	0.86%	1.05%	1.07%	0.26%	0.18%	0.26%	0.18%	0.26%	0.18%	28	28		
18,000 - 20,000	12,170	229,927,114	317,886	5,173,542	5,491,428	5,124	6,644	42.16%	1,802	22.55%	46.98%	0.41%	0.86%	1.05%	1.07%	0.26%	0.18%	0.26%	0.18%	0.26%	0.18%	3	3		
20,000 - 25,000	26,368	593,473,538	427,323	15,470,682	15,898,005	12,762	12,466	48.10%	1,006	42.40%	47.33%	0.41%	0.86%	1.05%	1.07%	0.26%	0.18%	0.26%	0.18%	0.26%	0.18%	16	16		
25,000 - 30,000	22,800	624,388,966	957,924	18,125,786	19,083,710	8,012	10,888	48.30%	792	42.40%	47.33%	0.41%	0.86%	1.05%	1.07%	0.26%	0.18%	0.26%	0.18%	0.26%	0.18%	42	42		
30,000 - 35,000	18,468	598,717,404	944,284	19,507,246	20,451,530	8,284	9,758	44.86%	52,843	3.26%	52.84%	6.48%	6.02%	3.26%	3.42%	6.48%	6.02%	6.48%	6.02%	6.48%	6.02%	42	42		
35,000 - 40,000	15,890	594,872,990	1,319,903	21,311,526	22,631,429	6,768	8,828	47.40%	162	47.40%	55.56%	8.39%	8.39%	3.59%	3.80%	8.39%	8.39%	8.39%	8.39%	8.39%	8.39%	150	150		
40,000 - 45,000	14,368	609,325,472	2,156,142	22,467,884	24,624,026	5,714	8,634	37.40%	284	47.40%	60.09%	7.06%	7.06%	3.89%	4.04%	7.06%	7.06%	7.06%	7.06%	7.06%	7.06%	182	182		
45,000 - 50,000	11,559	548,067,225	2,103,914	19,385,542	23,489,456	3,325	7,960	30.50%	68,865	3.90%	4.28%	7.10%	7.10%	3.90%	4.28%	7.10%	7.10%	7.10%	7.10%	7.10%	7.10%	162	162		
50,000 - 55,000	9,300	487,935,610	2,253,307	19,726,673	21,979,979	2,449	6,739	26.33%	242	4.04%	4.50%	6.85%	6.85%	4.04%	4.50%	6.85%	6.85%	6.85%	6.85%	6.85%	6.85%	150	150		
55,000 - 60,000	6,146	352,685,907	2,181,966	14,444,387	16,626,353	1,359	4,757	22.11%	77,403	4.10%	4.88%	8.50%	8.50%	4.10%	4.88%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	355	355		
60,000 - 65,000	5,178	322,605,008	2,008,634	13,681,746	15,691,379	1,005	4,173	19.41%	80,595	4.24%	4.88%	8.50%	8.50%	4.24%	4.88%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	388	388		
65,000 - 70,000	3,508	236,497,873	1,158,705	11,854,051	12,008,634	633	2,864	18.04%	45,364	4.34%	5.01%	8.50%	8.50%	4.34%	5.01%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	461	461		
70,000 - 75,000	2,516	182,095,246	1,159,441	8,192,697	9,352,138	486	2,012	19.17%	79,974	4.50%	5.14%	8.50%	8.50%	4.50%	5.14%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	2,272	2,272		
75,000 - 80,000	1,862	143,852,442	1,091,405	6,471,111	7,562,516	338	1,516	18.71%	81,425	4.60%	5.23%	8.50%	8.50%	4.60%	5.23%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	588	588		
80,000 - 90,000	2,486	210,822,610	1,454,358	9,786,814	11,242,972	550	1,934	22.04%	77,485	4.84%	5.33%	8.50%	8.50%	4.84%	5.33%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	583	583		
90,000 - 100,000	1,579	148,339,708	951,058	7,216,387	8,167,444	346	1,225	21.91%	77,580	4.83%	5.41%	8.50%	8.50%	4.83%	5.41%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	605	605		
100,000 - 110,000	1,045	109,524,438	632,556	5,516,416	6,148,973	265	777	25.36%	74,355	5.04%	5.61%	8.50%	8.50%	5.04%	5.61%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	602	602		
110,000 - 120,000	765	87,782,390	520,009	4,462,671	4,982,771	215	546	28.12%	71,293	5.08%	5.69%	8.50%	8.50%	5.08%	5.69%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	680	680		
120,000 - 130,000	613	76,534,589	432,564	3,954,002	4,386,566	173	437	28.22%	71,293	5.17%	5.78%	8.50%	8.50%	5.17%	5.78%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	771	771		
130,000 - 140,000	449	60,543,348	309,932	3,253,816	3,620,731	129	319	28.14%	71,585	5.21%	5.83%	8.50%	8.50%	5.21%	5.83%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	1,059	1,059		
140,000 - 150,000	366	52,931,376	234,000	2,943,886	3,253,816	103	262	28.14%	71,585	5.26%	5.85%	8.50%	8.50%	5.26%	5.85%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	1,098	1,098		
150,000 - & Above	2,526	785,647,288	3,347,080	48,882,946	52,230,006	724	1,796	28.66%	71,103	6.22%	6.65%	16.23%	15.94%	6.22%	6.65%	16.23%	15.94%	16.23%	15.94%	16.23%	15.94%	1,328	1,328		
TOTALS	313,224	8,319,533,014	301,165,555	327,735,117	26,569,560	123,076	140,777	39.29%	44,944	3.62%	3.94%	100.00%	100.00%	3.62%	3.94%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	86	86		



# Administration 6.7% Income Tax Proposal -- Single Filers -- Calendar Year 1993

22-Apr-93

Income Bracket					Current to Proposed Law					No Tax Liability					Percentage of					Effective Tax Rates					Percent of Total State Liability					Dollar Change in Avg. Liability	
Income Bracket	Number of Households	Total Income	Current Law Tax	Proposed Law Tax	Difference	Gainers	Losers	No Change	Current Law Low	Proposed Law Low	Current Law High	Proposed Law High	Gainers	Losers	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law			
0 - 2,000	17,820	21,031,326	13,435	0	(13,435)	486	0	17,334	13,122	17,820	0	2,73%	0.00%	0.06%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%			
2,000 - 4,000	17,658	52,053,990	329,613	5,746	(323,866)	14,256	0	3,402	2,754	16,200	0	80.73%	0.00%	0.63%	0.01%	0.03%	0.00%	0.63%	0.01%	0.63%	0.01%	0.63%	0.01%	0.63%	0.01%	0.63%	0.01%	0.63%			
4,000 - 6,000	14,580	72,053,386	721,663	562,668	(158,995)	8,100	2,268	4,212	2,916	4,860	0	55.56%	15.56%	1.00%	0.78%	1.00%	0.78%	1.00%	0.78%	1.00%	0.78%	1.00%	0.78%	1.00%	0.78%	1.00%	0.78%	1.00%			
6,000 - 8,000	11,016	77,302,533	1,066,233	1,197,063	130,831	1,782	7,128	2,106	1,782	2,754	0	16.18%	54.71%	1.38%	1.55%	1.38%	1.55%	1.38%	1.55%	1.38%	1.55%	1.38%	1.55%	1.38%	1.55%	1.38%	1.55%	1.38%			
8,000 - 10,000	10,368	93,286,584	1,582,867	1,976,750	393,883	1,458	8,100	810	1,458	2,106	0	14.06%	78.13%	1.70%	2.12%	1.70%	2.12%	1.70%	2.12%	1.70%	2.12%	1.70%	2.12%	1.70%	2.12%	1.70%	2.12%	1.70%			
10,000 - 12,000	12,000	100,614,730	2,345,959	2,345,959	0	1,458	6,142	242	444	890	0	23.79%	73.57%	1.88%	2.33%	1.88%	2.33%	1.88%	2.33%	1.88%	2.33%	1.88%	2.33%	1.88%	2.33%	1.88%	2.33%	1.88%			
12,000 - 14,000	14,000	96,680,432	2,060,635	2,600,663	540,028	1,126	6,132	162	606	324	0	15.18%	82.64%	2.15%	2.72%	2.15%	2.72%	2.15%	2.72%	2.15%	2.72%	2.15%	2.72%	2.15%	2.72%	2.15%	2.72%	2.15%			
14,000 - 16,000	16,000	93,453,242	2,465,735	2,842,558	386,822	1,002	5,082	160	160	160	0	16.05%	81.39%	2.63%	3.04%	2.63%	3.04%	2.63%	3.04%	2.63%	3.04%	2.63%	3.04%	2.63%	3.04%	2.63%	3.04%	2.63%			
16,000 - 18,000	18,000	83,895,316	2,420,400	2,896,018	475,618	440	4,320	162	242	162	0	9.67%	87.06%	2.89%	3.45%	2.89%	3.45%	2.89%	3.45%	2.89%	3.45%	2.89%	3.45%	2.89%	3.45%	2.89%	3.45%	2.89%			
18,000 - 20,000	20,000	98,986,564	3,072,463	3,632,403	559,939	440	4,642	162	242	324	0	8.39%	88.52%	3.10%	3.67%	3.10%	3.67%	3.10%	3.67%	3.10%	3.67%	3.10%	3.67%	3.10%	3.67%	3.10%	3.67%	3.10%			
20,000 - 25,000	25,000	196,727,380	6,950,163	8,224,046	1,273,882	1,040	7,160	564	444	324	0	11.87%	81.70%	3.53%	4.18%	3.53%	4.18%	3.53%	4.18%	3.53%	4.18%	3.53%	4.18%	3.53%	4.18%	3.53%	4.18%	3.53%			
25,000 - 30,000	30,000	159,938,414	6,170,345	7,649,798	1,479,453	1,088	4,718	40	84	0	0	18.61%	80.70%	3.86%	4.78%	3.86%	4.78%	3.86%	4.78%	3.86%	4.78%	3.86%	4.78%	3.86%	4.78%	3.86%	4.78%	3.86%			
30,000 - 35,000	35,000	128,273,950	5,072,959	6,462,736	1,389,777	484	3,314	184	228	162	0	12.15%	83.22%	3.95%	5.04%	3.95%	5.04%	3.95%	5.04%	3.95%	5.04%	3.95%	5.04%	3.95%	5.04%	3.95%	5.04%	3.95%			
35,000 - 40,000	40,000	89,719,982	3,710,592	4,603,917	893,325	264	1,998	162	184	162	0	10.89%	82.43%	4.14%	5.13%	4.14%	5.13%	4.14%	5.13%	4.14%	5.13%	4.14%	5.13%	4.14%	5.13%	4.14%	5.13%	4.14%			
40,000 - 45,000	45,000	62,590,352	2,787,470	3,468,778	681,308	120	1,254	0	0	0	0	14.93%	85.07%	4.45%	5.54%	4.45%	5.54%	4.45%	5.54%	4.45%	5.54%	4.45%	5.54%	4.45%	5.54%	4.45%	5.54%	4.45%			
45,000 - 50,000	50,000	36,656,444	1,710,021	2,090,883	380,861	52	701	22	0	0	0	6.71%	90.45%	4.66%	5.70%	4.66%	5.70%	4.66%	5.70%	4.66%	5.70%	4.66%	5.70%	4.66%	5.70%	4.66%	5.70%	4.66%			
50,000 - 55,000	55,000	38,020,558	1,912,916	2,194,658	281,742	172	322	15	15	0	0	8.52%	91.48%	4.88%	5.77%	4.88%	5.77%	4.88%	5.77%	4.88%	5.77%	4.88%	5.77%	4.88%	5.77%	4.88%	5.77%	4.88%			
55,000 - 60,000	60,000	20,225,817	987,665	1,184,928	177,263	30	322	0	0	0	0	0.00%	100.00%	5.03%	6.67%	5.03%	6.67%	5.03%	6.67%	5.03%	6.67%	5.03%	6.67%	5.03%	6.67%	5.03%	6.67%	5.03%			
60,000 - 65,000	65,000	15,915,915	716,024	887,851	171,827	0	255	0	0	0	0	0.00%	100.00%	5.26%	6.82%	5.26%	6.82%	5.26%	6.82%	5.26%	6.82%	5.26%	6.82%	5.26%	6.82%	5.26%	6.82%	5.26%			
65,000 - 70,000	70,000	13,627,910	742,990	831,278	88,288	32	169	1	1	0	0	15.84%	83.66%	5.45%	6.10%	5.45%	6.10%	5.45%	6.10%	5.45%	6.10%	5.45%	6.10%	5.45%	6.10%	5.45%	6.10%	5.45%			
70,000 - 75,000	75,000	12,185,033	588,686	728,506	139,810	18	148	1	0	0	0	10.78%	88.62%	5.83%	6.58%	5.83%	6.58%	5.83%	6.58%	5.83%	6.58%	5.83%	6.58%	5.83%	6.58%	5.83%	6.58%	5.83%			
75,000 - 80,000	80,000	8,038,894	439,894	500,253	60,359	20	83	1	0	0	0	19.23%	79.81%	5.41%	6.22%	5.41%	6.22%	5.41%	6.22%	5.41%	6.22%	5.41%	6.22%	5.41%	6.22%	5.41%	6.22%	5.41%			
80,000 - 85,000	85,000	17,874,922	875,857	1,002,018	126,161	60	150	0	0	0	0	28.57%	71.43%	5.24%	6.10%	5.24%	6.10%	5.24%	6.10%	5.24%	6.10%	5.24%	6.10%	5.24%	6.10%	5.24%	6.10%	5.24%			
85,000 - 90,000	90,000	11,312,956	592,312	690,605	98,293	34	84	1	2	0	0	25.27%	74.73%	5.33%	6.09%	5.33%	6.09%	5.33%	6.09%	5.33%	6.09%	5.33%	6.09%	5.33%	6.09%	5.33%	6.09%	5.33%			
90,000 - 100,000	100,000	9,474,611	504,913	577,198	72,285	23	68	0	0	0	0	31.91%	68.09%	5.49%	6.02%	5.49%	6.02%	5.49%	6.02%	5.49%	6.02%	5.49%	6.02%	5.49%	6.02%	5.49%	6.02%	5.49%			
100,000 - 110,000	110,000	5,313,621	256,021	323,457	67,436	15	31	1	0	0	0	20.37%	79.63%	5.34%	6.16%	5.34%	6.16%	5.34%	6.16%	5.34%	6.16%	5.34%	6.16%	5.34%	6.16%	5.34%	6.16%	5.34%			
110,000 - 120,000	120,000	6,174,153	317,318	415,139	97,821	19	29	0	0	0	0	39.58%	60.42%	5.36%	6.40%	5.36%	6.40%	5.36%	6.40%	5.36%	6.40%	5.36%	6.40%	5.36%	6.40%	5.36%	6.40%	5.36%			
120,000 - 130,000	130,000	6,485,579	347,704	395,398	47,694	19	23	1	1	0	0	29.41%	70.59%	5.41%	6.46%	5.41%	6.46%	5.41%	6.46%	5.41%	6.46%	5.41%	6.46%	5.41%	6.46%	5.41%	6.46%	5.41%			
130,000 - 140,000	140,000	4,820,355	268,988	317,609	48,623	10	23	0	2	0	0	40.15%	59.85%	5.87%	6.30%	5.87%	6.30%	5.87%	6.30%	5.87%	6.30%	5.87%	6.30%	5.87%	6.30%	5.87%	6.30%	5.87%			
140,000 - 150,000	150,000	8,259,501	77,253,501	4,865,327	333,263	104	155	0	25	0	0	26.84%	50.35%	3.23%	3.83%	3.23%	3.83%	3.23%	3.83%	3.23%	3.83%	3.23%	3.83%	3.23%	3.83%	3.23%	3.83%	3.23%			
TOTALS	130,409	1,709,686,275	55,196,881	65,454,281	10,257,400	35,008	65,658	29,745	24,065	45,924	0	26.84%	50.35%	3.23%	3.83%	3.23%	3.83%	3.23%	3.83%	3.23%	3.83%	3.23%	3.83%	3.23%	3.83%	3.23%	3.83%	3.23%			

Decile Group		Current to Proposed Law		No Tax Liability		Percentage of		Effective Tax Rates		Percent of Total State Liability		Dollar Change in Avg. Liability											
Decile Group	Number of Households	Total Income	Current Law Tax	Proposed Law Tax	Difference	Gainers	Losers	Change	No	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law
1	27,702	46,280,322	152,881	0	(152,881)	8,586	0	19,116	14,590	27,702	0	30.99%	0.00%	0.33%	0.00%	0.06%	0.00%	(6)					
2	23,976	108,910,960	1,054,536	715,910	(338,626)	14,590	3,402	5,994	4,374	11,502	0	60.81%	14.19%	0.97%	0.66%	0.35%	0.22%	(14)					
3	19,116	154,128,800	2,384,619	2,871,113	486,494	2,916	13,448	2,754	2,430	4,536	0	15.25%	70.34%	1.55%	1.86%	0.79%	0.88%	25					
4	17,032	199,893,684	4,031,514	5,030,429	998,914	3,306	13,322	404	1,010	1,214	0	19.41%	78.22%	2.02%	2.52%	1.34%	1.53%	59					
5	12,966	208,607,518	5,889,262	6,949,900	1,060,637	1,602	11,042	322	442	322	0	15.36%	85.16%	2.82%	3.33%	1.96%	2.12%	82					
6	11,248	237,635,104	7,912,995	9,351,421	1,438,426	1,080	9,442	726	646	324	0	9.60%	83.94%	3.33%	3.94%	2.63%	2.85%	128					
7	8,208	225,101,866	8,707,915	10,628,605	2,120,690	1,478	6,690	40	146	324	0	18.01%	81.51%	3.87%	4.81%	2.89%	3.30%	258					
8	5,420	189,555,054	7,698,026	1,964,001	(5,734,025)	660	4,414	346	390	324	0	12.18%	81.44%	4.06%	5.09%	2.56%	2.94%	361					
9	2,642	121,629,339	5,718,384	1,180,465	(4,537,919)	355	2,250	37	15	0	0	13.44%	85.16%	4.70%	5.67%	1.90%	2.11%	447					
10	2,069	27,955,608	1,650,749	1,558,008	(92,741)	443	1,650	6	32	0	0	21.11%	78.61%	5.35%	6.04%	3.87%	4.01%	718					
10A	614	35,132,424	1,635,863	1,975,704	339,841	97	517	0	0	0	0	14.80%	84.20%	4.66%	5.62%	0.54%	0.60%	553					
10B	600	41,560,755	2,122,184	2,482,387	360,202	65	532	3	1	0	0	10.43%	88.67%	5.11%	5.87%	0.70%	0.76%	600					
10C	885	141,263,429	7,892,702	8,699,917	807,215	281	801	2	31	0	0	31.75%	67.91%	5.59%	6.16%	2.62%	2.65%	912					
TOTAL	130,409	1,709,696,275	55,198,881	65,454,261	10,255,378	35,006	65,658	29,745	24,065	45,924	26,844	50.35%	3.23%	3.83%		18.33%	19.97%	79					



## Administration 6.7% Income Tax Proposal -- Head of Household -- Calendar Year 1993

Income Bracket				Current to Proposed Law				No Tax Liability				Percentage of				Effective Tax Rates				Percent of Total State Liability			
Income Bracket	Number of Households	Total Income	Current Law Tax	Proposed Law Tax	Difference	Number of Gainers	Number of Losers	No Change	Current Law	Proposed Law	Difference	Gainers	Losers	No Change	Current Law	Proposed Law	Difference	Current Law	Proposed Law	Difference	Current Law	Proposed Law	Difference
0 - 2,000	810	1,142,262	0	0	0	0	0	810	810	810	0	0	0	0	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0
2,000 - 4,000	648	1,853,000	2,324	0	(2,324)	162	0	486	486	648	1,296	25,00%	0.00%	0.00%	0.15%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	(4)
4,000 - 6,000	1,296	6,445,656	26,323	0	(26,323)	912	0	324	324	1,296	1,296	75,00%	0.00%	0.00%	0.41%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	(20)
6,000 - 8,000	1,620	10,967,724	105,603	65,900	(39,704)	810	486	324	324	1,134	1,134	50,00%	30,00%	0.00%	0.96%	0.60%	0.60%	0.04%	0.02%	0.02%	0.04%	0.02%	(25)
8,000 - 10,000	2,268	20,604,132	263,259	106,289	(156,970)	2,106	0	162	162	1,134	1,134	92,86%	0.00%	0.00%	1.28%	0.52%	0.52%	0.09%	0.03%	0.03%	0.09%	0.03%	(69)
10,000 - 12,000	1,968	21,936,924	323,164	186,248	(136,916)	1,848	80	40	40	604	604	93,90%	4,07%	0.00%	1.47%	0.85%	0.85%	0.11%	0.06%	0.06%	0.11%	0.06%	(70)
12,000 - 14,000	1,080	14,259,800	293,015	271,005	(22,010)	840	240	0	40	80	80	77,78%	22,22%	0.00%	2,05%	1.90%	1.90%	0.10%	0.08%	0.08%	0.10%	0.08%	(20)
14,000 - 16,000	1,280	18,865,280	386,026	358,746	(27,280)	800	480	0	0	120	120	62,50%	37,50%	0.00%	2,04%	1.90%	1.90%	0.13%	0.11%	0.11%	0.13%	0.11%	(21)
16,000 - 18,000	1,440	24,544,320	628,251	621,905	(6,346)	1,040	360	40	0	0	0	72,22%	25,00%	0.00%	2,56%	2,53%	2,53%	0.21%	0.19%	0.19%	0.21%	0.19%	(4)
18,000 - 20,000	920	17,549,520	401,048	425,868	24,820	600	320	0	0	0	0	65,22%	34,78%	0.00%	2,29%	2,43%	2,43%	0.13%	0.13%	0.13%	0.13%	0.13%	27
20,000 - 25,000	2,442	54,447,344	1,525,784	1,510,556	(15,227)	1,560	680	202	162	202	162	63,88%	27,85%	0.00%	2,80%	2,77%	2,77%	0.21%	0.20%	0.20%	0.21%	0.20%	(7)
25,000 - 30,000	1,766	47,950,898	1,605,144	1,589,200	(15,944)	1,022	582	162	162	162	162	57,87%	32,96%	0.00%	3,35%	3,31%	3,31%	0.53%	0.48%	0.48%	0.53%	0.48%	(9)
30,000 - 35,000	836	28,523,750	1,104,291	1,091,980	(12,311)	462	374	0	0	0	0	55,26%	44,74%	0.00%	4,16%	4,12%	4,12%	0.37%	0.33%	0.33%	0.37%	0.33%	(15)
35,000 - 40,000	636	23,633,678	1,094,399	1,103,742	9,343	330	308	0	0	0	0	51,72%	48,28%	0.00%	4,59%	4,63%	4,63%	0.36%	0.34%	0.34%	0.36%	0.34%	15
40,000 - 45,000	330	13,850,892	634,774	681,796	47,022	88	242	0	0	0	0	26,67%	73,33%	0.00%	4,58%	4,92%	4,92%	0.21%	0.21%	0.21%	0.21%	0.21%	142
45,000 - 50,000	234	13,372,342	646,797	683,559	36,762	105	179	0	0	0	0	36,97%	63,03%	0.00%	4,85%	4,91%	4,91%	0.22%	0.21%	0.21%	0.22%	0.21%	122
50,000 - 55,000	97	5,121,065	242,041	258,046	16,005	30	67	0	0	0	0	30,93%	69,07%	0.00%	4,73%	5,04%	5,04%	0.08%	0.08%	0.08%	0.08%	0.08%	165
55,000 - 60,000	45	2,553,240	139,510	145,753	6,243	15	30	0	0	0	0	33,33%	66,67%	0.00%	5,46%	5,71%	5,71%	0.05%	0.05%	0.05%	0.05%	0.05%	139
60,000 - 65,000	37	2,324,380	39,578	70,444	30,866	0	37	0	0	0	0	100,00%	0.00%	0.00%	1,72%	3,03%	3,03%	0.01%	0.02%	0.02%	0.01%	0.02%	826
65,000 - 70,000	35	2,343,941	107,300	125,750	18,450	5	30	0	0	0	0	14,29%	85,71%	0.00%	4,58%	5,36%	5,36%	0.04%	0.04%	0.04%	0.04%	0.04%	527
70,000 - 75,000	22	1,590,275	92,176	94,444	2,268	10	12	0	0	0	0	45,45%	54,55%	0.00%	5,80%	5,94%	5,94%	0.03%	0.03%	0.03%	0.03%	0.03%	103
75,000 - 80,000	12	929,519	46,166	55,035	8,869	2	10	0	0	0	0	16,67%	83,33%	0.00%	4,97%	5,92%	5,92%	0.02%	0.02%	0.02%	0.02%	0.02%	739
80,000 - 85,000	38	3,208,712	187,408	188,489	1,081	18	20	0	1	0	0	47,37%	52,63%	0.00%	5,84%	5,91%	5,91%	0.06%	0.06%	0.06%	0.06%	0.06%	55
85,000 - 90,000	21	1,953,182	109,681	116,175	6,494	7	13	1	0	0	0	44,44%	55,56%	0.00%	5,54%	5,92%	5,92%	0.04%	0.04%	0.04%	0.04%	0.04%	309
90,000 - 100,000	18	1,876,762	109,570	112,860	3,290	8	10	0	0	0	0	44,44%	55,56%	0.00%	5,42%	6,09%	6,09%	0.03%	0.03%	0.03%	0.03%	0.03%	184
100,000 - 110,000	16	1,822,521	98,659	110,533	12,014	6	10	0	0	0	0	37,50%	62,50%	0.00%	5,41%	6,09%	6,09%	0.03%	0.03%	0.03%	0.03%	0.03%	286
110,000 - 120,000	12	1,485,032	80,912	84,469	3,557	6	6	0	0	0	0	50,00%	50,00%	0.00%	5,69%	6,09%	6,09%	0.03%	0.03%	0.03%	0.03%	0.03%	165
120,000 - 130,000	10	1,355,747	78,071	77,657	(414)	4	6	0	0	0	0	40,00%	60,00%	0.00%	5,51%	6,10%	6,10%	0.02%	0.02%	0.02%	0.02%	0.02%	848
130,000 - 140,000	8	1,155,294	63,713	70,500	6,786	3	5	0	0	0	0	37,50%	62,50%	0.00%	5,21%	7,02%	7,02%	0.02%	0.02%	0.02%	0.02%	0.02%	(739)
140,000 - 150,000	52	19,676,499	1,419,445	1,381,071	(38,375)	23	29	0	0	0	0	44,23%	55,77%	0.00%	7,21%	7,02%	7,02%	0.04%	0.04%	0.04%	0.04%	0.04%	(13)
150,000 - & Above	20,049	365,574,091	11,856,373	11,589,450	(266,923)	12,882	4,616	2,551	2,511	6,190	6,190	64,25%	23,02%	0.00%	3,24%	3,17%	3,17%	0.34%	0.34%	0.34%	0.34%	0.34%	(13)
TOTALS	20,049	365,574,091	11,856,373	11,589,450	(266,923)	12,882	4,616	2,551	2,511	6,190	6,190	64,25%	23,02%	0.00%	3,24%	3,17%	3,17%	0.34%	0.34%	0.34%	0.34%	0.34%	(13)

Decile Group				Current to Proposed Law				No Tax Liability				Percentage of				Effective Tax Rates				Percent of Total State Liability			
Decile Group	Number of Households	Total Income	Current Law Tax	Proposed Law Tax	Difference	Number of Gainers	Number of Losers	No Change	Current Law	Proposed Law	Difference	Gainers	Losers	No Change	Current Law	Proposed Law	Difference	Current Law	Proposed Law	Difference	Current Law	Proposed Law	Difference
1	1,296	2,389,824	2,324	0	(2,324)	162	0	1,134	1,134	1,296	1,164	12,50%	0.00%	0.00%	0.12%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	(2)
2	1,782	9,074,430	52,329	17,465	(34,864)	1,134	162	486	486	1,630	1,630	63,64%	9,09%	0.00%	0.59%	0.19%	0.19%	0.02%	0.01%	0.01%	0.02%	0.01%	(20)
3	3,078	24,744,204	281,453	113,577	(167,876)	2,268	324	486	486	1,944	1,944	73,88%	10,59%	0.00%	1,08%	0,48%	0,48%	0.09%	0,03%	0,03%	0,09%	0,03%	(49)
4	3,374	38,776,600	657,560	448,577	(208,983)	3,084	240	40	40	846	846	91,70%	7,11%	0.00%	1,70%	1,16%	1,16%	0.22%	0,14%	0,14%	0,22%	0,14%	(62)
5	3,120	50,048,880	1,152,505	1,125,440	(27,065)	2,080	1,000	40	40	120	120	66,67%	32,05%	0.00%	2,30%	2,25%	2,25%	0.36%	0,34%	0,34%	0,36%	0,34%	(9)
6	2,642	55,766,824	1,462,892	1,487,377	24,485	1,640	800	202	162	202	202	62,07%	30,28%	0.00%	2,62%	2,67%	2,67%	0,46%	0,45%	0,45%	0,46%	0,45%	(9)
7	2,708	73,967,816	2,529,968	2,529,124	(844)	1,546	900	162	162	162	162	60,78%	39,23%	0.00%	3,42%	3,38%	3,38%	0,84%	0,76%	0,76%	0,84%	0,76%	(10)
8	1,078	38,846,816	1,768,659	1,768,019	(640)	572	506	0	0	0	0	53,06%	46,94%	0.00%	4,55%	4,53%	4,53%	0,89%	0,84%	0,84%	0,89%	0,84%	(1)
9	600	27,232,174	1,275,703	1,365,694	87,991	164	436	0	0	0	0	77,33%	22,67%	0.00%	4,69%	5,01%	5,01%	0,42%	0,42%	0,42%	0,42%	0,42%	147
10	371	44,726,779	2,692,251	2,762,948	70,697	122	248	1	1	0	0	32,88%	66,85%	0.00%	6,02%	6,18%	6,18%	0,89%	0,89%	0,89%	0,89%	0,89%	191
10A	90	5,004,465	261,130	274,089	12,959	30	60	0	0	0	0	33,33%	66,67%	0.00%	5,22%	5,48%	5,48%	0,08%	0,08%	0,08%	0,08%	0,08%	144
10B	102	6,870,550	268,689	326,168	57,469	17	85	0	0	0	0	16,67%	83,33%	0.00%	3,91%	4,75%	4,75%	0,09%	0,10%	0,10%	0,09%	0,10%	563
10C	179	32,651,714	2,162,422	2,162,691	269	75	103	1	1	0	0	41,90%	57,54%	0.00%	6,58%	6,59%	6,59%	0,72%	0,72%	0,72%	0,72%	0,72%	2
TOTAL	20,049	365,574,091	11,856,373	11,589,450	(266,923)	12,882	4,616	2,551	2,511	6,190	6,190	64,25%	23,02%	0.00%	3,24%	3,17%	3,17%	0,34%	0,34%	0,34%	0,34%	0,34%	(13)



Ex 7  
4-23-93  
HB 671

# Administration 6.7% Income Tax Proposal -- Married Filing Joint -- Calendar Year 1993

22-Apr-93

Income Bracket			Current Law			Proposed Law			Difference			Current to Proposed Law				No Tax Liability				Percentage of				Effective Tax Rates				Percent of Total State Liability				Dollar Changes in Avg. Liability	
Income Bracket	Number of Households	Income	Tax	Tax		Number of Gainers	Number of Losers	No Change	Current Law	Proposed Law	Current Law	Proposed Law	Gainers	Losers	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law					
0 - 2,000	1,296	1,120,564	5,797	0	(5,797)	162	0	1,134	1,134	1,296	1,134	1,296	12.50%	0.00%	0.52%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	(4)	(4)				
2,000 - 4,000	2,430	8,143,092	6,006	0	(6,006)	324	0	2,106	1,944	2,430	1,944	2,430	13.33%	0.00%	0.07%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	(2)	(2)				
4,000 - 6,000	2,056	10,836,504	4,139	0	(4,139)	324	0	1,782	1,782	2,106	1,782	2,106	15.33%	0.00%	0.04%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	(2)	(2)				
6,000 - 8,000	4,050	28,115,586	55,778	1,148	(54,630)	1,296	0	2,754	2,592	3,888	2,592	3,888	32.00%	0.00%	0.20%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	(13)	(13)				
8,000 - 10,000	5,346	48,723,768	77,996	77,996	(178,575)	3,240	162	1,944	2,106	4,536	2,106	4,536	60.61%	3.03%	0.44%	0.16%	0.44%	0.16%	0.07%	0.02%	0.07%	0.02%	0.07%	0.02%	0.07%	0.02%	0.07%	(48)	(48)				
10,000 - 12,000	3,742	41,247,504	275,899	97,124	(178,575)	2,652	120	970	848	3,100	848	3,100	70.87%	3.21%	0.67%	0.24%	0.67%	0.24%	0.09%	0.03%	0.09%	0.03%	0.09%	0.03%	0.09%	0.03%	0.09%	(48)	(48)				
12,000 - 14,000	4,218	54,774,940	478,191	261,068	(217,123)	3,124	360	930	930	2,858	930	2,858	69.42%	8.53%	0.87%	0.48%	0.87%	0.48%	0.16%	0.08%	0.16%	0.08%	0.16%	0.08%	0.16%	0.08%	0.16%	(51)	(51)				
14,000 - 16,000	4,650	70,718,956	748,092	491,687	(256,405)	3,242	680	846	886	2,480	886	2,480	67.18%	14.62%	1.07%	0.70%	1.07%	0.70%	0.25%	0.15%	0.25%	0.15%	0.25%	0.15%	0.25%	0.15%	0.25%	(55)	(55)				
16,000 - 18,000	4,366	74,162,968	899,166	535,162	(364,004)	3,042	560	764	764	2,286	764	2,286	69.67%	12.83%	1.21%	0.72%	1.21%	0.72%	0.30%	0.16%	0.30%	0.16%	0.30%	0.16%	0.30%	0.16%	0.30%	(62)	(62)				
18,000 - 20,000	3,764	71,050,094	1,066,295	834,065	(232,241)	2,682	842	240	362	1,062	362	1,062	71.25%	22.37%	1.50%	1.17%	1.50%	1.17%	0.35%	0.25%	0.35%	0.25%	0.35%	0.25%	0.35%	0.25%	0.35%	(62)	(62)				
20,000 - 25,000	8,002	180,188,854	3,849,464	3,190,261	(659,203)	6,002	1,800	200	400	722	400	722	75.01%	22.49%	2.14%	1.77%	2.14%	1.77%	1.28%	0.97%	1.28%	0.97%	1.28%	0.97%	1.28%	0.97%	1.28%	0.97%	(82)	(82)			
25,000 - 30,000	6,978	190,040,080	4,883,913	4,368,154	(515,759)	4,390	2,062	528	546	672	546	672	62.91%	29.59%	2.51%	2.30%	2.51%	2.30%	1.61%	1.33%	1.61%	1.33%	1.61%	1.33%	1.61%	1.33%	1.61%	1.33%	(145)	(145)			
30,000 - 35,000	5,156	166,941,352	5,458,615	4,713,323	(745,292)	3,950	1,520	22	206	0	206	0	70.09%	29.48%	3.27%	2.82%	3.27%	2.82%	1.81%	1.44%	1.81%	1.44%	1.81%	1.44%	1.81%	1.44%	1.81%	1.44%	(173)	(173)			
35,000 - 40,000	4,082	151,287,576	6,071,257	5,368,032	(703,225)	2,966	1,052	44	2,966	0	0	0	73.02%	25.90%	4.00%	3.54%	4.00%	3.54%	2.02%	1.64%	2.02%	1.64%	2.02%	1.64%	2.02%	1.64%	2.02%	1.64%	(128)	(128)			
40,000 - 45,000	3,772	180,011,478	6,320,581	5,639,505	(681,076)	2,586	966	226	2,586	202	202	202	67.82%	26.14%	3.85%	3.65%	3.85%	3.65%	1.81%	1.78%	1.81%	1.78%	1.81%	1.78%	1.81%	1.78%	1.81%	1.78%	(128)	(128)			
45,000 - 50,000	2,418	114,576,618	5,080,411	4,502,450	(577,961)	1,674	744	0	1,674	0	0	0	69.23%	30.77%	4.44%	3.93%	4.44%	3.93%	1.69%	1.37%	1.69%	1.37%	1.69%	1.37%	1.69%	1.37%	1.69%	1.37%	(243)	(243)			
50,000 - 55,000	1,362	71,450,209	3,445,752	3,311,236	(134,516)	876	419	67	876	0	0	0	59.75%	38.82%	4.64%	4.45%	4.64%	4.45%	1.00%	0.88%	1.00%	0.88%	1.00%	0.88%	1.00%	0.88%	1.00%	0.88%	(108)	(108)			
55,000 - 60,000	1,133	65,027,481	3,014,626	2,891,832	(122,794)	677	441	15	677	0	0	0	68.33%	31.66%	5.12%	4.94%	5.12%	4.94%	0.96%	0.87%	0.96%	0.87%	0.96%	0.87%	0.96%	0.87%	0.96%	0.87%	(111)	(111)			
60,000 - 65,000	922	57,462,777	2,941,557	2,836,762	(104,795)	630	292	0	630	0	0	0	68.33%	31.66%	5.12%	4.94%	5.12%	4.94%	0.96%	0.87%	0.96%	0.87%	0.96%	0.87%	0.96%	0.87%	0.96%	0.87%	(111)	(111)			
65,000 - 70,000	724	48,712,101	2,224,128	2,325,553	101,425	349	374	1	349	0	0	0	54.11%	45.64%	5.20%	5.24%	5.20%	5.24%	0.74%	0.71%	0.74%	0.71%	0.74%	0.71%	0.74%	0.71%	0.74%	0.71%	29	29			
70,000 - 75,000	401	28,981,403	1,506,776	1,518,438	11,662	217	183	1	217	0	0	0	52.33%	46.22%	5.03%	5.27%	5.03%	5.27%	0.44%	0.43%	0.44%	0.43%	0.44%	0.43%	0.44%	0.43%	0.44%	0.43%	179	179			
75,000 - 80,000	344	26,539,623	1,355,981	1,387,547	31,567	180	159	5	180	0	0	0	49.56%	49.56%	5.10%	5.40%	5.10%	5.40%	0.44%	0.64%	0.44%	0.64%	0.44%	0.64%	0.44%	0.64%	0.44%	0.64%	246	246			
80,000 - 90,000	458	38,660,560	1,973,180	2,085,961	112,781	155	173	4	155	0	0	0	47.11%	52.58%	5.20%	5.30%	5.20%	5.30%	0.54%	0.50%	0.54%	0.50%	0.54%	0.50%	0.54%	0.50%	0.54%	0.50%	99	99			
90,000 - 100,000	329	31,048,947	1,613,944	1,646,555	32,611	130	97	0	130	0	0	0	57.21%	42.73%	5.88%	5.72%	5.88%	5.72%	0.45%	0.41%	0.45%	0.41%	0.45%	0.41%	0.45%	0.41%	0.45%	0.41%	44	44			
100,000 - 120,000	227	23,773,266	1,350,073	1,359,882	9,809	86	94	0	86	0	0	0	47.78%	52.22%	5.82%	5.88%	5.82%	5.88%	0.39%	0.37%	0.39%	0.37%	0.39%	0.37%	0.39%	0.37%	0.39%	0.37%	300	300			
120,000 - 130,000	180	20,687,042	1,163,117	1,217,074	53,958	78	58	0	78	0	0	0	57.35%	42.65%	5.88%	5.90%	5.88%	5.90%	0.29%	0.30%	0.29%	0.30%	0.29%	0.30%	0.29%	0.30%	0.29%	0.30%	270	270			
130,000 - 140,000	109	14,705,403	864,880	909,928	45,048	50	55	0	50	0	0	0	45.81%	54.13%	6.18%	6.18%	6.18%	6.18%	0.28%	0.28%	0.28%	0.28%	0.28%	0.28%	0.28%	0.28%	0.28%	0.28%	410	410			
140,000 - 150,000	96	13,894,934	847,701	869,318	21,617	41	55	0	41	0	0	0	42.71%	57.29%	6.10%	6.26%	6.10%	6.26%	0.28%	0.27%	0.28%	0.27%	0.28%	0.27%	0.28%	0.27%	0.28%	0.27%	225	225			
150,000 - & Above	601	166,573,104	10,617,410	11,369,826	752,416	236	364	1	236	0	0	0	61.20%	18.92%	6.37%	6.82%	6.37%	6.82%	3.47%	3.47%	3.47%	3.47%	3.47%	3.47%	3.47%	3.47%	3.47%	3.47%	1,242	1,242			
TOTALS	73,378	1,996,394,841	69,285,714	65,013,235	(4,272,479)	44,910	13,883	14,585	15,017	27,668	61,20%	18.92%	3.47%	3.26%	3.47%	3.26%	23.01%	19.84%	23.01%	19.84%	23.01%	19.84%	23.01%	19.84%	23.01%	19.84%	23.01%	19.84%	(59)	(59)			

Decile Group			Total			Current Law			Proposed Law			Difference			Current to Proposed Law			No Tax Liability			Percentage of			Effective Tax Rates			Percent of Total State Liability			Dollar Change in	
Decile Group	Number of Households	Income	Tax	Tax		Gainers	Losers	No Change	Current Law	Proposed Law	Gainers	Losers		Current Law	Proposed Law	Gainers	Losers		Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Avg. Liability	Avg. Liability			
1	1,944	2,856,328	5,797	0	(5,797)	162	0	1,782	1,782	1,944	8.33%	0.00%	0.20%	0.00%	0.00%	0.00%	0.00%	0.00%	0.20%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	(3)	(3)			
2	14,374	20,244,330	14,436	0	(14,436)	972	0	3,402	3,240	4,374	22.02%	0.00%	0.07%	0.00%	0.00%	0.00%	0.00%	0.00%	0.07%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	(3)	(3)			
3	8,262	67,407,532	234,904	61,637	(173,267)	3,726	162	4,374	4,374	7,452	45.10%	1.96%	0.35%	0.09%	0.00%	0.35%	0.09%	0.02%	0.35%	0.09%	0.02%	0.08%	0.02%	0.08%	0.02%	(21)	(21)				
4	8,206	96,653,986	767,919	364,684	(403,235)	5,906	1,480	1,980	1,738	6,082	71.97%	5.36%	1.73%	0.38%	0.00%	1.73%	0.38%	0.25%	1.73%	0.38%	0.25%	0.11%	0.25%	0.11%	0.25%	(49)	(49)				
5	10,418	166,180,954	1,900,707	1,241,985	(658,722)	7,046	1,480	1,980	1,892	5,458	67.63%	14.21%	1.89%	0.74%	0.00%	1.89%	0.74%	0.63%	1.89%	0.74%	0.63%	0.38%	0.63%	0.38%	0.63%	(63)	(63)				
6	9,846	210,346,708	4,118,130	3,318,784	(799,346)	7,184	2,322	380	722	1,484	72.76%	23.58%	1.95%	1.61%	0.00%	1.95%	1.61%	1.37%	1.95%	1.61%	1.37%	1.03%	1.37%	1.03%	1.37%	(75)	(75)				
7	9,304	256,753,306	6,771,010	6,041,285	(729,725)	6,022	2,756	526	546	672	64.72%	29.62%	2.65%	2.26%	0.00%	2.65%	2.26%	2.25%	2.65%	2.26%	2.25%	1.84%	2.25%	1.84%	2.25%	(76)	(76)				
8	8,186	290,772,926	10,816,572	9,398,116	(1,418,456)	6,012	2,108	66	206	0	73.44%	25.75%	3.72%	3.23%	0.00%	3.72%	3.23%	3.59%	3.72%	3.23%	3.59%	2.87%	3.59%	2.87%	3.59%	(78)	(78)				
9	6,819	311,444,611	13,324,197	12,169,832	(1,154,365)	4,650	1,904	285	434	202	68.19%	27.92%	4.28%	3.91%	0.00%	4.28%	3.91%	4.42%	4.28%	3.91%	4.42%	3.71%	4.42%	3.71%	4.42%	(180)	(180)				
10	6,019	572,530,140	31,332,039	32,356,883	1,024,844	3,250	2,711	58	83	0	54.00%	45.04%	5.47%	5.65%	0.00%	5.47%	5.65%	10.40%	5.47%	5.65%	9.87%	10.40%	9.87%	10.40%	9.87%	(170)	(170)				
10A	1,904	109,610,733	5,062,426	5,062,426	(180,778)	1,201	658	45	45	0	63.08%	34.56%	4.87%	4.87%	0.00%	4.87%	4.87%	1.74%	4.87%	4.87%	1.74%	1.54%	1.74%	1.54%	1.74%	(95)	(95)				
10B	1,906	130,875,541	6,377,706	6,377,706	(151,108)	987	903	6	45	0	62.31%	47.38%	4.87%	4.87%	0.00%	4.87%	4.87%	2.12%	4.87%	4.87%	2.12%	1.99%	2.12%	1.99%	2.12%	(78)	(78)				
10C	2,209	332,043,868	19,711,125	20,765,847	1,054,722	1,052	1,150	7	16	0	47.62%	52.05%	5.94%	6.25%	0.00%	5.94%	6.25%	6.54%	5.94%	6.25%	6.54%	6.34%	6.54%	6.34%	6.54%	477	477				
TOTAL	73,378	1,996,394,841	69,285,711	65,013,236	(4,272,475)	44,910	13,883	14,585	15,017	27,668	61.20%	18.92%	3.47%	3.26%	0.00%	3.47%	3.26%	23.01%	3.47%	3.26%	23.01%	19.84%	23.01%	19.84%	23.01%	(58)	(58)				



# Administration 6.7% Income Tax Proposal -- Married Filing Separate -- Calendar Year 1993

22-Apr-93

Income Bracket				Current to Proposed Law				No Tax Liability				Percentage of				Effective Tax Rates				Percent of Total State Liability			
Income Bracket	Number of Households	Total Income	Difference	Current Law Tax	Proposed Law Tax	Difference	Number of Gainers	Number of Losers	No Change	Current Law	Proposed Law	Gainers	Losers	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Dollar Change in Avg. Liability	
0 - 2,000	162	153,736	0	0	0	0	0	0	162	162	162	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0	0		
2,000 - 4,000	810	2,539,054	(14,985)	16,033	1,048	(14,985)	486	0	324	162	486	60.00%	0.00%	0.63%	0.04%	19(2)	0.01%	0.00%	0.01%	0.00%	(19)		
4,000 - 6,000	486	2,533,032	(2,023)	38,607	36,584	(2,023)	162	324	0	0	0	33.33%	66.67%	1.57%	1.44%	0.01%	0.01%	0.01%	0.01%	(4)	(4)		
6,000 - 8,000	324	2,252,772	(15,518)	56,257	51,965	(4,292)	0	0	0	324	324	100.00%	0.00%	0.69%	0.00%	0.01%	0.00%	0.01%	0.00%	(48)	(48)		
8,000 - 10,000	648	5,448,060	(15,518)	56,257	51,965	(4,292)	162	162	324	162	324	25.00%	25.00%	1.03%	0.95%	0.02%	0.02%	0.02%	0.02%	(7)	(7)		
10,000 - 12,000	1,206	13,324,990	(4,292)	126,094	124,115	(1,979)	360	320	526	486	766	29.85%	26.53%	0.95%	0.93%	0.04%	0.04%	0.04%	0.04%	(2)	(2)		
12,000 - 14,000	1,568	20,425,490	(24,966)	274,342	249,374	(24,966)	886	602	80	40	726	56.51%	38.59%	1.34%	1.22%	0.09%	0.08%	0.09%	0.08%	(16)	(16)		
14,000 - 16,000	1,882	28,338,904	(51,127)	429,314	377,788	(51,526)	1,202	640	40	80	600	63.87%	34.01%	1.51%	1.33%	0.14%	0.12%	0.14%	0.12%	(27)	(27)		
16,000 - 18,000	2,320	39,497,600	(62,997)	686,223	623,226	(62,997)	1,320	680	120	40	560	56.90%	37.93%	1.74%	1.58%	0.23%	0.19%	0.23%	0.19%	(27)	(27)		
18,000 - 20,000	2,242	42,340,536	(34,533)	653,735	599,142	(54,593)	1,402	840	0	40	520	62.53%	37.47%	1.50%	1.41%	0.21%	0.18%	0.21%	0.18%	(15)	(15)		
20,000 - 25,000	7,160	162,109,980	(171,729)	3,144,271	2,973,142	(171,129)	4,160	2,840	180	0	440	58.10%	39.66%	1.94%	1.83%	1.04%	0.91%	1.04%	0.91%	(24)	(24)		
25,000 - 30,000	8,210	226,461,594	10,174	5,466,394	5,476,558	10,164	4,512	3,526	172	0	80	43.84%	53.57%	2.41%	2.42%	2.41%	2.42%	2.41%	2.42%	37	37		
30,000 - 35,000	35,000	276,678,352	312,110	7,871,360	8,183,480	312,110	3,724	4,550	220	0	62	43.84%	53.57%	2.84%	2.50%	2.61%	2.50%	2.61%	2.50%	128	128		
35,000 - 40,000	45,000	420,278	1,120,460	10,435,278	11,555,736	1,120,460	3,208	5,470	88	22	0	36.50%	62.40%	3.17%	3.51%	3.46%	3.53%	3.46%	3.53%	217	217		
40,000 - 45,000	45,000	372,882,750	1,906,858	12,725,089	14,633,947	1,908,858	2,508	6,152	132	0	0	28.53%	69.97%	3.41%	3.92%	4.23%	4.23%	4.23%	4.23%	282	282		
45,000 - 50,000	50,000	383,461,821	2,276,251	13,936,313	16,212,564	2,276,251	1,694	6,336	52	0	0	20.96%	78.40%	3.63%	4.23%	4.63%	4.63%	4.63%	4.63%	772	772		
50,000 - 55,000	55,000	373,344,077	2,090,076	14,125,964	16,216,040	2,090,076	1,371	5,714	30	22	0	19.27%	80.31%	3.76%	4.34%	4.69%	4.69%	4.69%	4.69%	480	480		
55,000 - 60,000	60,000	264,876,659	2,121,254	10,302,586	12,423,840	2,121,254	637	3,964	15	0	0	13.60%	85.89%	3.89%	4.69%	4.82%	4.82%	4.82%	4.82%	542	542		
60,000 - 65,000	65,000	246,882,446	1,910,036	9,984,286	11,894,322	1,910,036	375	3,589	9	0	0	9.46%	90.54%	4.04%	4.82%	4.32%	4.32%	4.32%	4.32%	482	482		
65,000 - 70,000	70,000	254,711,813,921	1,390,541	7,180,928	8,571,470	1,390,541	247	2,291	9	2	0	9.70%	89.96%	4.19%	4.99%	4.29%	4.29%	4.29%	4.29%	522	522		
70,000 - 75,000	75,000	192,139,338,535	6,005,049	4,606,049	7,010,750	1,005,701	251	1,669	6	0	0	13.03%	86.96%	4.31%	5.03%	4.31%	4.31%	4.31%	4.31%	678	678		
75,000 - 80,000	80,000	108,448,027	4,649,060	5,609,680	7,965,504	1,213,328	136	1,264	2	0	0	9.70%	90.30%	4.29%	5.17%	4.29%	4.29%	4.29%	4.29%	685	685		
80,000 - 90,000	90,000	151,078,816	960,620	6,752,169	7,965,504	1,213,336	245	1,537	8	1	0	13.69%	85.87%	4.47%	5.27%	4.47%	4.47%	4.47%	4.47%	733	733		
90,000 - 100,000	100,000	105,014,413	813,661	4,900,449	5,714,109	813,661	150	955	5	0	0	13.51%	86.04%	4.67%	5.44%	4.67%	4.67%	4.67%	4.67%	772	772		
100,000 - 110,000	110,000	74,398,579	544,932	3,551,960	4,096,892	544,932	104	602	3	0	0	14.67%	84.91%	4.77%	5.51%	4.77%	4.77%	4.77%	4.77%	865	865		
110,000 - 120,000	120,000	59,898,606	425,632	2,505,675	3,331,307	825,632	78	411	3	0	0	20.69%	79.31%	4.86%	5.56%	4.86%	4.86%	4.86%	4.86%	1,022	1,022		
120,000 - 130,000	130,000	33,016,619	350,436	2,538,844	2,889,280	350,436	56	225	1	0	0	18.96%	81.04%	5.22%	5.89%	5.22%	5.22%	5.22%	5.22%	865	865		
130,000 - 140,000	140,000	32,890,793	252,385	1,985,764	2,233,750	252,385	49	179	0	0	0	21.49%	78.51%	5.35%	6.06%	5.35%	5.35%	5.35%	5.35%	1,429	1,429		
140,000 - 150,000	150,000	522,144,164	2,305,756	32,314,026	34,619,782	2,305,756	361	1,248	5	2	0	23.37%	77.32%	6.19%	6.63%	6.19%	6.19%	6.19%	6.19%	223	223		
TOTALS	89,388	4,247,867,807	20,853,582	164,824,585	185,676,166	20,853,582	30,278	56,620	2,480	1,221	5,060	33.87%	63.34%	3.88%	4.37%	3.88%	3.88%	3.88%	3.88%	54,73%	56,65%		

Decile Group				Current to Proposed Law				No Tax Liability				Percentage of				Effective Tax Rates				Percent of Total State Liability			
Decile Group	Number of Households	Total Income	Difference	Current Law Tax	Proposed Law Tax	Difference	Number of Gainers	Number of Losers	No Change	Current Law Tax	Proposed Law Tax	Gainers	Losers	Current Law Tax Rate	Proposed Law Tax Rate	Current Law Tax Rate	Proposed Law Tax Rate	Current Law Tax Rate	Proposed Law Tax Rate	Current Law Tax Rate	Proposed Law Tax Rate	Dollar Change in Avg. Liability	
1	648	1,445,688	(2,722)	2,722	0	(2,722)	162	0	486	324	648	25.00%	0.00%	0.19%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	(4)	
2	810	3,779,136	(14,286)	51,919	37,632	(14,286)	486	324	0	0	0	60.00%	40.00%	1.37%	1.00%	1.00%	0.01%	(18)	0.02%	0.01%	(18)	(20)	
3	972	7,700,832	(19,810)	71,775	51,965	(19,810)	486	162	324	162	648	44.92%	55.08%	0.93%	1.67%	0.93%	0.02%	(20)	0.02%	0.02%	(20)	(20)	
4	2,774	33,750,480	(26,947)	400,436	373,489	(26,947)	1,246	922	606	526	1,492	44.92%	55.08%	1.19%	1.11%	1.19%	0.13%	(10)	0.13%	0.11%	(10)	(10)	
5	4,804	78,736,080	(133,664)	1,233,406	1,099,743	(133,664)	2,924	1,720	160	120	1,420	60.81%	35.80%	1.57%	1.40%	1.57%	0.34%	(28)	0.41%	0.34%	(28)	(28)	
6	7,640	164,960,280	(204,287)	3,175,748	2,971,461	(204,287)	4,560	2,960	120	40	880	59.69%	38.74%	1.93%	1.80%	1.93%	1.05%	(1)	1.05%	0.91%	(1)	(27)	
7	11,224	311,845,306	(30,636)	7,567,312	7,567,461	(30,636)	6,142	4,804	278	0	80	54.72%	42.80%	2.43%	2.44%	2.43%	2.32%	3	2.32%	2.32%	3	3	
8	16,572	596,657,484	1,704,717	18,230,791	19,935,508	1,704,717	6,210	10,120	242	0	62	37.47%	61.07%	3.06%	3.34%	3.06%	6.08%	103	6.05%	6.08%	103	103	
9	21,287	999,152,868	5,490,367	35,941,817	41,432,184	5,490,367	5,005	16,033	75	44	0	23.75%	75.32%	3.60%	4.15%	3.60%	11.93%	258	11.93%	12.42%	258	258	
10	22,657	2,049,839,653	14,028,576	98,148,661	112,178,238	14,028,576	3,007	19,575	75	5	0	12.66%	86.40%	4.79%	5.47%	4.79%	32.59%	619	32.59%	34.64%	619	619	
10A	7,995	460,821,889	3,488,527	18,050,507	21,539,034	3,488,527	1,012	6,953	30	0	0	10.54%	89.25%	3.97%	4.67%	3.97%	5.99%	436	5.99%	6.57%	436	436	
10B	7,608	523,396,568	4,136,212	22,058,553	26,194,765	4,136,212	802	6,790	16	2	0	10.54%	89.25%	4.21%	5.00%	4.21%	7.32%	544	7.32%	7.99%	544	544	
10C	7,054	1,065,622,196	6,404,837	58,039,601	64,444,439	6,404,837	1,193	5,832	29	0	0	16.91%	82.68%	5.43%	6.05%	5.43%	19.27%	908	19.27%	19.66%	908	908	
TOTAL	89,388	4,247,867,807	20,853,580	164,824,587	185,678,166	20,853,580	30,278	56,620	2,480	1,221	5,060	33.87%	63.34%	3.88%	4.37%	3.88%	54.73%	223	54.73%	56.65%	223	223	



April 23, 1993

MEMORANDUM

TO: Mick Robinson  
Director

FROM: Larry Finch, Program Manager  
Office of Research and Information

RE: Administration Income Tax Proposal and Single Filers

I have examined some options addressing Senator Towe's concern with the impact that the administration's 6.7 percent income tax proposal has on single filers. In particular, I have simulated the impacts of providing *minimum standard deductions* for all filers under the following three options:

<u>Filertype</u>	<u>Minimum Standard Deduction Levels</u>		
	<u>Option 1</u>	<u>Option 2</u>	<u>Option 3</u>
Single Filers	\$ 1,500	\$ 2,000	\$ 2,500
Head of Household	\$ 2,000	\$ 2,500	\$ 3,000
Married Couples	\$ 2,500	\$ 3,000	\$ 3,500

The following table shows the impact that providing these minimum standard deductions has on total tax liability, the number of households removed from the tax roll, and the average tax savings of these households:

	<u>Option 1</u>	<u>Option 2</u>	<u>Option 3</u>
Reduction in Liability	\$ 50,281	\$263,496	\$720,526
Number of Households off Roll	2,106	5,508	7,938
Average Tax Savings per Hshld.	\$ 23.88	\$ 47.84	\$ 90.77

As the table indicates, providing for minimum standard deductions has little impact on total revenue. More importantly, the removal of a significant number of households from the tax roll is contrary to the administration's goal of keeping as many households on the roll as possible.



Also, the above impacts are for *all* households; single filer households would reap only a small portion of the total benefits provided by use of a minimum standard deduction. This becomes more clear when one considers that under the administration's 6.7 percent proposal single filers earning up to \$4,143 of income would not see any additional benefit from a minimum standard deduction, no matter how large that minimum deduction may be. Currently, 38,140 (nearly 30%) out of a total of 132,029 single-filer households are earning less than this amount. A minimum standard deduction does these filers no good.

In short, the provision of a minimum standard deduction is a very inefficient means of alleviating the concern for single filers in the administration's proposal. If this concern is genuine and shared amongst all policy makers, my recommendation would be to consider a "single-filer tax credit". Such a credit would be justified on the grounds that the proposal does indeed provide a significant negative impact to a particular class of filers beyond the impact to other filertypes; would directly target the group most adversely affected; and keep to a minimum the additional number of households being dropped from the tax roll.

Please let me know if you need further analysis in this area.



Income Bracket			Current Law		Proposed Law		Current to Proposed Law			No Tax Liability		Percentage of		Effective Tax Rates		Percent of Total State Liability		Dollar Change in		
Income Bracket	Number of Households	Total Income	Tax	Tax After Fed Offset	Tax	Tax After Fed Offset	Gainers	Losers	No Change	Current Law	Proposed Law	Gainers	Losers	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	
0 - 2,000	20,086	23,447,880	19,232	19,232	0	0	648	0	19,440	15,228	20,086	3,231	0.00%	0.08%	0.00%	0.01%	0.00%	0.00%	(1)	
2,000 - 4,000	21,546	64,597,176	354,476	354,476	0	0	15,228	0	6,318	5,346	21,546	70,883	0.00%	0.55%	0.00%	0.12%	0.00%	0.00%	(16)	
4,000 - 6,000	18,468	91,868,590	790,733	790,733	289,859	289,859	13,284	162	5,022	5,022	11,502	71,933	0.89%	0.86%	0.29%	0.26%	0.08%	0.08%	(28)	
6,000 - 8,000	17,010	118,638,918	1,243,131	1,243,131	843,253	843,253	11,625	162	5,022	4,686	8,748	69,524	0.95%	1.05%	0.77%	0.41%	0.26%	0.26%	(24)	
8,000 - 10,000	18,630	168,044,544	2,114,651	2,113,860	1,553,399	1,548,473	11,340	324	6,566	3,240	8,910	60,873	1.74%	1.26%	0.52%	0.49%	0.70%	0.49%	(30)	
10,000 - 12,000	16,080	177,124,148	2,602,594	2,606,178	2,007,223	1,983,742	7,766	2,568	5,746	1,818	6,652	48,307	15.97%	1.47%	1.12%	0.87%	0.87%	0.87%	(38)	
12,000 - 14,000	14,286	185,140,662	3,086,182	3,068,578	2,705,535	2,677,466	6,784	5,464	2,018	1,616	4,872	47,467	38.39%	1.67%	1.44%	1.03%	0.85%	0.85%	(28)	
14,000 - 16,000	14,056	210,896,390	4,016,765	3,968,730	3,463,411	3,434,840	7,446	5,200	1,408	1,126	4,412	52,997	36.99%	1.89%	1.63%	1.33%	1.09%	1.09%	(38)	
16,000 - 18,000	13,058	222,094,204	4,634,040	4,573,288	4,054,050	3,956,878	7,002	5,000	1,096	1,046	3,888	53,504	38.20%	2.06%	1.78%	1.54%	1.27%	1.27%	(44)	
18,000 - 20,000	20,000	229,927,114	5,173,542	5,081,126	4,913,693	4,766,679	6,205	5,350	604	644	2,666	50,997	44.04%	2.21%	2.07%	1.72%	1.54%	1.54%	(41)	
20,000 - 25,000	26,388	593,473,538	15,470,682	15,116,773	17,845,258	18,410,468	15,522	9,840	1,006	1,006	3,288	58,877	51.17%	2.55%	2.26%	2.14%	1.85%	1.85%	(60)	
25,000 - 30,000	22,800	624,388,966	18,125,786	17,452,590	17,845,258	18,460,221	12,524	9,224	1,042	792	1,360	54,933	40.50%	2.80%	2.71%	2.60%	2.59%	2.59%	(12)	
30,000 - 35,000	18,468	598,717,404	19,507,246	18,168,662	20,177,612	20,520,353	8,584	9,440	444	434	304	46,468	51.17%	3.03%	3.08%	6.48%	6.33%	6.33%	36	
35,000 - 40,000	15,890	594,872,980	21,311,526	19,648,943	22,575,243	22,467,884	6,552	8,744	294	184	202	43,123	55.03%	3.30%	3.45%	7.08%	7.07%	7.07%	80	
40,000 - 45,000	14,368	609,335,472	22,467,884	20,555,122	24,508,121	22,467,884	5,374	8,634	360	294	242	37,407	60.09%	3.57%	3.65%	7.10%	7.05%	7.05%	148	
45,000 - 50,000	11,559	548,067,225	21,326,542	18,999,819	23,473,878	20,669,876	3,565	7,758	236	162	202	30,844	67.12%	3.47%	3.77%	7.35%	7.35%	7.35%	161	
50,000 - 55,000	9,300	487,935,610	19,726,673	16,468,426	21,970,779	18,207,888	2,811	6,577	112	37	202	28,087	70.72%	3.61%	3.73%	6.85%	6.85%	6.85%	241	
55,000 - 60,000	6,146	352,985,907	14,444,387	11,696,520	16,618,158	13,337,982	1,359	4,577	30	22	30	22,117	77.40%	3.32%	3.78%	6.97%	6.97%	6.97%	354	
60,000 - 65,000	5,178	322,605,008	13,681,746	10,874,804	15,689,629	12,402,801	1,005	4,173	0	0	0	19,411	80.59%	3.41%	3.85%	4.54%	4.31%	4.31%	388	
65,000 - 70,000	3,508	226,487,873	10,265,345	8,032,187	11,849,471	9,815,230	633	2,864	11	44	44	18,041	81.64%	3.40%	3.90%	4.41%	4.30%	4.30%	452	
70,000 - 75,000	2,816	182,095,246	8,192,897	6,468,406	9,382,718	7,713,461	496	2,012	8	4	0	18,156	79.97%	3.55%	4.02%	4.25%	4.25%	4.25%	461	
75,000 - 80,000	1,862	143,982,442	6,471,111	5,070,661	7,582,516	5,916,263	338	1,516	8	0	0	16,156	81.42%	3.61%	4.11%	3.61%	4.11%	4.11%	586	
80,000 - 85,000	2,486	210,822,610	9,788,814	7,607,038	11,242,950	8,689,770	550	1,934	12	5	0	22,044	77.48%	3.78%	4.24%	3.78%	4.24%	4.24%	602	
85,000 - 90,000	1,979	148,539,708	7,216,387	5,620,890	8,167,444	6,331,247	346	1,225	8	0	0	21,911	77.58%	3.82%	4.25%	3.82%	4.25%	4.25%	605	
90,000 - 100,000	1,045	109,524,438	5,516,416	4,187,358	6,148,973	4,650,519	265	777	3	1	0	25,367	74.35%	3.80%	4.25%	3.80%	4.25%	4.25%	605	
100,000 - 120,000	765	87,782,390	4,462,671	3,313,961	4,982,771	3,724,173	215	546	4	2	0	28,223	71.29%	3.85%	4.26%	3.85%	4.26%	4.26%	706	
120,000 - 130,000	613	76,534,589	3,954,002	2,947,661	3,620,731	3,271,170	173	437	3	4	0	28,733	71.05%	3.97%	4.29%	3.97%	4.29%	4.29%	771	
130,000 - 140,000	449	60,543,320	3,274,359	2,404,823	3,620,731	3,268,348	129	319	1	1	0	28,141	71.58%	4.17%	4.61%	4.08%	4.61%	4.61%	847	
140,000 - 150,000	366	52,931,376	2,943,886	2,208,194	3,253,818	2,839,129	103	262	1	2	0	28,665	71.10%	4.48%	4.79%	4.48%	4.79%	4.79%	1,025	
150,000 - 200,000	2,575	785,647,268	48,882,946	35,224,031	52,230,006	37,637,065	724	1,796	5	31	0	47,544	34.19%	3.08%	3.22%	100.00%	100.00%	100.00%	58	
TOTALS	313,224	8,319,533,014	301,165,555	255,956,271	319,465,564	267,104,576	148,900	107,105	57,219	42,814	98,902	47,544	34.19%	3.08%	3.22%	100.00%	100.00%	100.00%	58	

Decile Group		Current Law		Proposed Law		Current to Proposed Law			No Tax Liability		Percentage of		Effective Tax Rates		Percent of Total State Liability		Dollar Change in Avg. Liability
Decile Group	Number of Households	Total Income	Tax After Fed Offset	Tax	Fed Offset	Number of Gainers	Number of Losers	No. Change	Current Law	Proposed Law	Gainers	Losers	Current Law	(After Federal Offset) Proposed Law	Current Law	Proposed Law	
1	31,590	52,974,162	164,224	164,224	0	9,072	0	22,518	17,830	31,590	28.72%	0.00%	0.31%	0.00%	0.05%	0.00%	(5)
2	30,942	142,008,876	1,173,220	1,173,220	0	22,194	162	8,566	8,100	22,680	71.73%	0.52%	0.83%	0.28%	0.12%	0.38%	(2)
3	31,428	253,979,398	2,952,750	2,951,959	2,157,255	19,802	466	11,340	7,452	15,876	67.37%	1.55%	1.16%	0.89%	0.65%	0.98%	(2)
4	31,366	369,274,730	5,857,429	5,025,483	4,747,659	15,768	7,812	7,806	3,314	11,770	50.24%	24.89%	1.58%	1.27%	1.94%	1.49%	(3)
5	31,308	506,573,432	10,175,881	10,051,816	9,022,647	16,332	12,120	2,856	2,464	9,342	52.17%	38.71%	1.99%	1.75%	3.38%	2.82%	(3)
6	31,376	668,710,916	16,669,786	16,525,027	15,053,407	17,646	12,200	1,520	1,570	5,254	56.24%	38.88%	2.44%	2.18%	5.54%	4.71%	(3)
7	31,444	866,668,314	25,576,324	24,500,814	23,384,625	17,228	13,052	1,064	854	4,440	56.11%	41.51%	2.83%	2.76%	6.49%	7.33%	(3)
8	31,256	1,118,832,074	35,621,249	35,621,505	40,520,998	13,710	16,830	716	596	506	42.86%	53.85%	3.19%	3.31%	12.79%	12.68%	17
9	31,348	1,459,458,992	49,805,761	49,805,763	61,806,165	10,426	20,259	663	444	444	33.26%	64.63%	3.41%	3.71%	18.69%	18.26%	17
10	31,346	2,885,032,130	143,823,703	109,530,489	160,441,665	6,832	24,184	140	121	0	21.90%	77.65%	3.80%	4.23%	47.76%	50.22%	53
10A	10,603	610,589,511	25,190,709	20,343,987	28,841,178	2,240	8,188	75	22	0	18.41%	77.27%	3.33%	3.78%	8.36%	9.03%	34
10B	10,216	702,702,414	20,827,143	22,381,253	35,527,794	1,881	8,310	75	48	0	22.47%	81.34%	3.46%	3.96%	10.24%	11.12%	46
10C	10,327	1,571,790,205	64,914,249	64,914,249	96,072,694	2,691	7,698	40	51	0	25.19%	74.63%	4.13%	4.52%	29.16%	30.07%	80
TOTAL	313,224	8,319,533,014	301,165,557	255,956,270	319,465,563	148,900	107,105	57,219	42,814	98,902	47.54%	34.19%	3.08%	3.22%	100.00%	100.00%	58



## 24-Apr-83

Income Bracket			Current Law			Proposed Law			Current to Proposed Law			No Tax Liability			Percentage of			Effective Tax Rates			Percent of Total State Liability			Dollar Change in Avg. Liability
Income Bracket	Number of Households	Total Income	Tax After Fed. Offset	Tax After	Tax After Fed. Offset	Number of Taxpayers	Number of Loans	No. Change	Current Law	Proposed Law	Gainers	Losers	Gainers	Losers	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law		
0 - 2,000	17,820	21,031,328	13,435	13,435	0	486	0	17,334	13,122	17,820	2,732	0.00%	0.00%	0.06%	0.00%	0.02%	0.00%	0.02%	0.00%	(1)	0.01%			
2,000 - 4,000	17,658	52,055,050	329,613	329,613	0	14,256	0	3,402	17,254	17,658	80,735	0.00%	0.00%	0.63%	0.00%	0.63%	0.00%	0.63%	0.00%	(19)	0.00%			
4,000 - 6,000	14,580	72,053,388	721,663	721,663	0	11,502	162	2,916	2,916	7,938	78,889	1.11%	0.35%	1.00%	0.00%	1.00%	0.00%	1.00%	0.00%	(32)	0.00%			
6,000 - 8,000	8,000	77,302,838	1,066,233	1,066,233	0	8,310	162	1,944	1,782	3,240	80,889	1.47%	1.47%	1.38%	1.04%	1.38%	1.04%	1.38%	1.04%	(24)	0.00%			
8,000 - 10,000	10,368	93,268,594	1,582,867	1,582,868	0	5,670	162	4,506	810	2,268	54,609	1.58%	1.58%	1.70%	1.57%	1.70%	1.57%	1.70%	1.57%	(11)	0.00%			
10,000 - 12,000	9,164	100,614,730	1,895,937	1,895,935	0	2,786	162	3,970	444	1,740	30,406	28.28%	3.51%	1.87%	1.74%	1.87%	1.74%	1.87%	1.74%	(14)	0.00%			
12,000 - 14,000	14,000	142,000,000	2,060,635	2,064,298	3,663	1,448	5,124	848	160	4 = 648	19,513	69.06%	2.28%	2.14%	2.28%	2.14%	2.28%	2.14%	2.28%	19	0.00%			
14,000 - 16,000	18,000	62,444,444	2,465,432	2,465,491	59	2,690,066	2,663,677	442	806	200	19,889	73.03%	2.84%	2,611	2,84%	2,611	2,84%	4,38	4.42%	4,38	0.00%			
16,000 - 18,000	18,000	83,995,316	2,420,400	2,379,144	-40,256	2,847,976	3,520,350	672	560	4,200	11,296	84.64%	3.51%	2,844	3,51%	2,844	3,51%	4,38	4.57%	86	0.00%			
18,000 - 20,000	20,000	98,986,964	3,072,463	3,007,029	-65,434	3,615,158	3,501,856	114	242	162	12,232	84.67%	3.54%	3,044	3,54%	3,044	3,54%	5,578	5.74%	103	0.00%			
20,000 - 25,000	25,000	198,727,380	6,950,163	6,781,303	-168,860	8,209,982	7,921,856	284	1,080	7,120	18,000	81.24%	4.00%	3,459	4,00%	3,459	4,00%	12,599	13.03%	144	0.00%			
25,000 - 30,000	30,000	159,936,414	5,845,482	5,845,482	0	7,648,798	7,144,817	504	84	0	18,611	80.70%	4.41%	3,659	4,41%	3,659	4,41%	11,185	12.14%	253	0.00%			
30,000 - 35,000	35,000	128,373,950	5,072,969	4,316,542	-756,427	6,462,736	5,488,014	974	484	3,314	12,153	83.22%	4.23%	3,411	4,23%	3,411	4,23%	9,199	10.25%	349	0.00%			
35,000 - 40,000	40,000	89,719,982	3,710,592	3,171,156	-539,436	4,613,912	3,870,489	744	264	1,998	10,897	82.43%	4.31%	3,649	4,31%	3,649	4,31%	6,722	7.31%	369	0.00%			
40,000 - 45,000	45,000	62,590,352	2,787,470	2,408,172	-379,298	3,468,778	2,938,270	528	220	1,254	14,939	85.07%	4.69%	3,554	4,69%	3,554	4,69%	5,025	5.50%	462	0.00%			
45,000 - 50,000	50,000	36,664,444	1,710,021	1,419,687	-290,334	2,090,883	1,723,291	368	32	707	6,771	90.45%	4.70%	3,879	4,70%	3,879	4,70%	3,709	3.32%	491	0.00%			
50,000 - 55,000	55,000	38,020,259	1,912,916	1,610,610	-302,306	2,194,658	1,836,105	358	15	539	8,259	74.24%	4.83%	4,484	4,83%	4,484	4,83%	3,476	3.48%	491	0.00%			
55,000 - 60,000	60,000	20,225,517	987,665	787,218	-200,447	1,164,928	925,410	239	30	322	4,183	91.48%	4.85%	3,459	4,85%	3,459	4,85%	3,084	1.88%	504	0.00%			
60,000 - 65,000	65,000	15,515,406	718,024	570,662	-147,362	887,851	698,831	189	0	255	0.00%	4.86%	4.86%	3,589	4,86%	3,589	4,86%	674	1.41%	437	0.00%			
65,000 - 70,000	70,000	13,627,910	620,951	464,179	-156,772	831,278	608,007	223	0	1	15,844	83.66%	4.95%	3,811	4,95%	3,811	4,95%	1,355	1.32%	437	0.00%			
70,000 - 75,000	75,000	12,185,023	588,896	464,179	-124,717	728,506	571,050	157	18	148	10,789	88.62%	4.98%	3,811	4,98%	3,811	4,98%	1,076	1.16%	837	0.00%			
75,000 - 80,000	80,000	8,038,073	439,894	355,394	-84,500	500,253	401,072	99	20	83	19,223	79.81%	4.99%	4,423	4,99%	4,423	4,99%	0,806	0.73%	500	0.00%			
80,000 - 90,000	90,000	17,874,522	875,867	682,535	-193,332	1,002,018	770,372	231	0	150	28,571	71.43%	4.31%	3,823	4,31%	3,823	4,31%	1,599	1.59%	601	0.00%			
90,000 - 100,000	100,000	11,312,956	592,312	471,971	-120,341	690,605	543,501	148	1	0	25,572	70.59%	4.80%	4,175	4,80%	4,175	4,80%	1,076	1.07%	826	0.00%			
100,000 - 110,000	110,000	9,974,811	504,913	358,627	-146,286	577,198	444,701	133	23	68	28,572	74.73%	4.74%	4,183	4,74%	4,183	4,74%	0,911	0.92%	794	0.00%			
110,000 - 120,000	120,000	5,373,821	221,820	179,820	-42,000	323,457	240,609	82	0	0	31,913	65.96%	4.49%	4,133	4,49%	4,133	4,49%	0,833	0.81%	775	0.00%			
120,000 - 130,000	130,000	6,744,153	327,318	279,820	-47,498	415,139	309,629	110	15	1	20,317	79.63%	4.59%	4,151	4,59%	4,151	4,59%	0,849	0.84%	804	0.00%			
140,000 - 150,000	140,000	6,285,579	347,004	285,622	-61,382	336,368	259,537	76	19	29	39,565	82.42%	4.62%	4,058	4,62%	4,058	4,62%	0,493	0.49%	934	0.00%			
150,000 - 160,000	160,000	4,920,355	268,986	208,924	-60,062	317,669	247,563	70	23	1	29,471	67.65%	4.50%	4,233	4,50%	4,233	4,50%	0,439	0.43%	1,430	0.00%			
160,000 - 170,000	170,000	4,553,501	3,089,132	2,089,132	-1,000,000	4,865,827	3,520,246	1,341	2	25	49,151	59.65%	4.95%	4,951	4,95%	4,951	4,95%	8,211	7.72%	1,287	0.00%			
TOTALS	139,409	1,709,666,275	55,198,881	49,687,734	-5,511,147	63,022,794	55,973,177	7,048,617	51,238	42,422	36,749	24,065	52,464	39,293	32,531	2,916	3,271	100.00%	100.00%	90	0.00%			

Decile Group			Current Law			Proposed Law			Current to Proposed Law			No Tax Liability			Percentage of			Effective Tax Rates			Percent of Total State Liability			Dollar Change in Avg. Liability
Decile Group	Number of Households	Total Income	Tax	Tax After Fed. Offset	Tax	Tax After Fed. Offset	Number of Gainers	Number of Losers	No. Change	Current Law	Proposed Law	Law	Gainers	Losers	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law				
1	27,702	46,280,322	152,881	152,881	0	0	8,586	0	19,116	14,580	27,702	0	30.99%	0.00%	0.33%	0.00%	0.28%	0.00%	(6)	126				
2	23,576	104,910,980	1,054,536	1,054,536	340,059	340,059	19,116	162	4,688	4,574	18,200	0	79.73%	0.68%	0.37%	0.31%	1.91%	0.54%	(17)	258				
3	19,116	151,128,800	2,384,619	2,384,619	2,080,360	2,056,435	12,156	324	5,165	2,430	5,022	2,430	66.10%	1.69%	1.55%	1.33%	4.32%	3.27%	(30)	126				
4	17,032	199,893,664	4,031,514	4,003,244	4,028,019	3,979,665	4,220	7,372	4,920	1,010	2,388	1,010	27.71%	43.28%	2.00%	1.99%	7.30%	6.39%	(5)	65				
5	12,966	208,607,518	5,889,262	5,805,244	6,732,229	6,594,003	1,922	10,360	664	442	382	442	14.82%	79.90%	2.78%	3.16%	10.87%	10.63%	(6)	126				
6	11,248	237,635,104	7,912,995	7,720,958	9,329,635	9,019,226	1,322	9,200	728	646	488	646	11.75%	81.78%	3.25%	3.80%	14.34%	14.83%	(5)	126				
7	8,208	225,101,866	8,707,915	8,148,263	10,825,609	9,996,383	1,478	6,690	40	146	0	146	18.01%	81.51%	3.52%	4.44%	15.78%	17.18%	(6)	126				
8	5,420	188,565,064	7,696,026	6,841,966	9,650,027	8,196,747	660	4,414	346	390	324	390	12.18%	81.44%	3.60%	4.33%	13.84%	15.31%	(36)	361				
9	2,642	121,879,339	5,718,384	4,838,242	6,186,848	5,765,313	355	2,250	37	15	0	15	13.44%	85.16%	3.98%	4.74%	10.28%	10.99%	(44)	447				
10	2,099	217,959,608	11,650,749	8,923,897	13,158,008	10,045,338	443	1,150	6	32	0	32	21.11%	78.61%	4.10%	4.61%	21.11%	20.88%	(553)	553				
10A	614	35,132,424	1,635,863	1,292,404	1,975,704	1,550,274	97	517	0	0	0	0	15.80%	84.20%	3.68%	4.41%	2.98%	3.13%	(800)	800				
10B	41,580	41,580,756	2,122,184	1,742,238	2,482,387	2,024,171	65	532	0	1	0	1	10.83%	88.67%	4.19%	4.87%	3.84%	3.94%	(14,305)	14,305				
10C	885	141,282,432	7,892,702	5,695,089	9,699,517	6,470,693	281	601	3	31	0	31	31.73%	67.91%	4.17%	4.58%	14.30%	13.80%	(912)	912				
TOTAL	130,409	1,709,696,275	55,198,881	49,687,735	63,022,794	55,973,179	51,238	42,422	36,749	24,066	52,464	24,066	39.29%	32.53%	2.91%	3.27%	100.00%	100.00%	(60)	60				



E x #4  
11-23-93

H8 671

Administration 6.7% (40% STD DED) Income Tax Proposal -- Head of Household -- Calendar Year 1993

24-Apr-93

Income Bracket		Current Law		Proposed Law		Current to Proposed Law		No Tax Liability		Percentage of		Effective Tax Rates		Percent of Total State Liability		Dollar Change in	
Income Bracket	Number of Households	Total Income	Tax After Fed. Offset	Tax	Tax After Fed. Offset	Gainers	Losers	Change	Current Law	Proposed Law	Gainers	Losers	Current Law	Proposed Law	Current Law	Proposed Law	Avg. Liability
0 - 2,000	810	1,142,262	0	0	0	0	0	810	810	810	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0
2,000 - 4,000	648	1,863,000	2,824	0	0	162	0	486	486	648	25.00%	0.00%	0.15%	0.00%	0.02%	0.00%	(4)
4,000 - 6,000	1,296	5,445,656	26,323	0	0	972	0	324	324	1,296	75.00%	0.00%	0.41%	0.00%	0.22%	0.00%	(20)
6,000 - 8,000	1,620	10,987,734	105,603	42,995	42,995	1,296	0	324	1,344	1,620	80.00%	0.00%	0.96%	0.39%	0.88%	0.39%	(39)
8,000 - 10,000	2,286	20,604,132	263,259	30,733	30,733	2,106	0	162	1,458	2,286	92.86%	0.00%	1.28%	0.15%	1.22%	0.28%	(103)
10,000 - 12,000	1,986	21,926,824	323,164	99,585	99,585	1,848	0	80	966	1,986	93.90%	2.03%	2.05%	0.45%	2.03%	0.91%	(114)
12,000 - 14,000	1,080	14,259,800	253,015	180,657	180,657	880	80	120	200	1,080	81.48%	12.50%	2.05%	1.27%	2.03%	1.68%	(104)
14,000 - 16,000	1,260	18,865,280	396,026	239,784	239,784	1,000	160	120	40	1,260	78.13%	16.67%	2.02%	1.24%	2.03%	2.20%	(114)
16,000 - 18,000	1,440	24,544,320	628,251	456,185	456,185	1,200	240	0	40	1,440	83.33%	18.67%	2.25%	1.82%	2.53%	4.19%	(120)
18,000 - 20,000	920	17,549,520	401,048	349,075	349,075	680	240	0	0	920	73.91%	26.09%	2.25%	1.92%	3.38%	3.20%	(66)
20,000 - 22,000	2,442	54,447,344	1,605,144	1,456,437	1,456,437	1,680	600	162	162	2,442	68.80%	24.57%	2.72%	2.56%	12.88%	13.37%	(29)
22,000 - 24,000	1,766	47,950,898	1,550,798	1,585,157	1,585,157	1,022	582	162	162	1,766	57.87%	32.96%	3.23%	3.16%	13.54%	14.55%	(11)
24,000 - 26,000	626	26,523,750	1,104,291	1,091,980	1,091,980	462	374	0	0	626	55.28%	44.74%	3.95%	3.87%	9.31%	10.02%	(19)
26,000 - 28,000	530	23,853,678	1,054,399	991,544	991,544	330	208	0	0	530	51.72%	46.28%	4.18%	4.16%	5.25%	6.28%	15
28,000 - 30,000	638	33,850,892	634,774	681,795	681,795	88	242	0	0	638	26.67%	73.33%	3.95%	4.19%	5.25%	6.28%	142
30,000 - 32,000	284	13,372,342	648,797	883,559	883,559	105	179	0	0	284	36.97%	63.03%	3.90%	4.08%	5.41%	6.27%	122
32,000 - 34,000	97	5,121,065	242,041	191,597	191,597	30	67	0	0	97	30.93%	69.07%	3.74%	3.97%	2.04%	2.37%	165
34,000 - 36,000	45	2,553,240	139,510	145,753	145,753	15	30	0	0	45	33.33%	66.67%	4.56%	4.69%	1.18%	1.34%	139
36,000 - 38,000	37	2,324,380	39,878	70,444	70,444	5	30	0	0	37	14.29%	85.71%	4.41%	2.40%	0.90%	1.15%	826
38,000 - 40,000	25	2,343,941	107,330	125,750	125,750	5	30	0	0	25	20.00%	80.00%	3.48%	4.08%	0.90%	1.15%	527
40,000 - 42,000	22	1,590,275	92,176	94,444	94,444	10	12	0	0	22	45.45%	54.55%	4.75%	4.80%	0.70%	0.81%	103
42,000 - 44,000	12	929,519	46,156	55,035	55,035	2	10	0	0	12	16.67%	83.33%	3.58%	4.40%	0.39%	0.51%	735
44,000 - 46,000	38	3,208,712	187,408	189,489	189,489	18	20	0	0	38	47.37%	52.63%	4.71%	4.67%	4.11%	4.34%	309
46,000 - 48,000	21	1,969,182	109,681	116,175	116,175	8	13	1	0	21	33.33%	66.67%	4.71%	4.34%	1.93%	1.07%	55
48,000 - 50,000	18	1,876,762	109,570	112,920	112,920	8	10	0	0	18	44.44%	55.56%	4.18%	4.30%	0.82%	1.04%	184
50,000 - 52,000	16	1,822,971	98,859	110,913	110,913	6	10	0	0	16	37.50%	62.50%	3.95%	4.34%	0.63%	1.02%	755
52,000 - 54,000	12	1,456,032	80,912	84,489	84,489	6	6	0	0	12	50.00%	50.00%	3.90%	4.08%	0.64%	0.78%	296
54,000 - 56,000	8	1,155,294	63,713	70,500	70,500	3	5	0	0	8	37.50%	62.50%	4.18%	4.53%	0.54%	0.65%	165
56,000 - 58,000	52	19,878,459	1,419,446	1,381,071	1,381,071	23	29	0	0	52	44.23%	55.77%	5.08%	4.93%	11.97%	12.90%	(738)
TOTALS	20,049	365,574,091	11,856,373	10,894,321	9,552,920	13,968	3,330	2,751	2,511	7,076	69.67%	16.61%	2.91%	2.61%	100.00%	100.00%	(49)

Decile Group		Current Law		Proposed Law		Current to Proposed Law		No Tax Liability		Percentage of		Effective Tax Rates		Percent of Total State Liability		Dollar Change in	
Decile Group	Number of Households	Total Income	Tax After Fed. Offset	Tax	Tax After Fed. Offset	Gainers	Losers	Change	Current Law	Proposed Law	Gainers	Losers	Current Law	Proposed Law	Current Law	Proposed Law	Avg. Liability
1	1,296	2,389,824	2,824	0	0	162	0	1,134	1,296	1,296	12.50%	0.00%	0.12%	0.00%	0.02%	0.00%	(2)
2	1,762	9,074,430	52,329	10,499	10,499	1,296	0	466	466	1,620	72.73%	0.00%	0.12%	0.10%	0.44%	0.10%	(23)
3	3,078	27,744,204	261,453	46,146	46,146	2,592	0	486	466	2,298	84.21%	0.00%	1.06%	0.19%	2.21%	0.40%	(70)
4	3,374	38,776,800	657,580	281,743	281,743	3,134	80	180	40	1,298	92.89%	2.37%	1.70%	0.58%	1.70%	0.83%	(117)
5	3,120	50,046,880	1,152,506	1,140,302	1,140,302	2,440	520	160	240	2,40	78.21%	16.67%	2.28%	1.58%	2.28%	1.58%	(112)
6	2,642	55,766,824	1,462,892	1,422,125	1,422,125	1,840	640	162	162	202	69.64%	24.22%	2.55%	2.37%	12.34%	12.71%	(30)
7	2,768	73,967,816	2,529,998	2,427,491	2,427,491	1,646	900	162	162	162	60.78%	33.23%	3.28%	3.20%	21.34%	22.89%	(13)
8	3,846	38,846,610	1,768,859	1,645,277	1,645,277	572	506	0	0	0	53.06%	46.94%	4.24%	4.19%	14.92%	16.23%	(1)
9	600	22,232,174	1,275,703	1,020,698	1,020,698	164	436	0	0	0	27.33%	72.67%	3.78%	4.02%	10.76%	12.52%	147
10	371	44,726,729	2,882,251	2,752,946	2,752,946	122	248	1	1	0	32.88%	66.85%	4.43%	4.54%	22.71%	25.36%	191
10A	90	5,004,465	261,130	274,089	274,089	30	60	0	0	0	33.33%	66.67%	4.42%	4.38%	2.20%	2.52%	144
10B	102	6,870,550	288,699	326,168	326,168	17	85	0	0	0	16.67%	83.33%	3.07%	3.70%	2.59%	2.99%	583
10C	179	31,851,714	2,162,422	2,162,691	2,162,691	75	103	1	1	0	41.90%	57.54%	4.72%	4.71%	18.24%	19.65%	2
TOTAL	20,049	365,574,091	11,856,373	10,894,321	9,552,920	13,968	3,330	2,751	2,511	7,076	69.67%	16.61%	2.91%	2.61%	100.00%	100.00%	(49)



## Administration 6.7% (40% STD DED) Income Tax Proposal -- Married Filing Joint -- Calendar Year 1993

Income Bracket			Current Law			Proposed Law			Current to Proposed Law			No Tax Liability			Percentage of			Effective Tax Rates			Percent of Total State Liability			Dollar Change in Avg. Liability	
Income Bracket	Number of Households	Total Income	Tax	Fed. Offset	Tax After	Tax	Fed. Offset	Tax After	Number of Gainers	Number of Losers	No Change	Current Law	Proposed Law	Current Law	Proposed Law	Gainers	Losers	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Avg. Liability	Avg. Liability
0 - 2,000	1,296	1,120,554	5,797	5,797	0	0	0	0	162	0	1,134	1,134	1,296	12.50%	0.00%	0.52%	0.00%	0.01%	0.00%	0.01%	0.00%	0.00%	0.00%	(9)	(9)
2,000 - 4,000	2,430	8,143,092	6,006	6,006	0	0	0	0	324	0	2,106	1,944	2,430	13.33%	0.00%	0.07%	0.00%	0.02%	0.00%	0.02%	0.00%	0.00%	0.00%	(2)	(2)
4,000 - 6,000	2,106	10,836,504	4,139	4,139	0	0	0	0	324	0	1,782	1,782	2,106	15.38%	0.00%	0.04%	0.00%	0.01%	0.00%	0.01%	0.00%	0.00%	0.00%	(2)	(2)
6,000 - 8,000	4,050	28,115,586	55,778	55,778	0	0	0	0	1,296	0	2,754	3,200	4,050	32.00%	0.00%	0.20%	0.00%	0.06%	0.00%	0.03%	0.00%	0.00%	0.00%	(14)	(14)
8,000 - 10,000	5,346	48,723,768	212,277	212,277	0	0	0	0	3,240	162	1,944	2,106	4,888	60.61%	3.00%	0.44%	0.05%	0.44%	0.05%	0.31%	0.04%	0.04%	0.08%	(25)	(25)
10,000 - 12,000	3,742	41,247,504	275,699	275,699	0	0	0	0	2,692	80	970	848	3,188	71.94%	2.14%	0.67%	0.12%	0.40%	0.12%	0.40%	0.08%	0.08%	(61)	(61)	
12,000 - 14,000	4,218	54,714,940	478,191	474,752	143,907	138,035	138,035	3,088	200	930	930	3,218	73.21%	4.74%	0.87%	0.25%	0.87%	0.25%	0.65%	0.23%	0.23%	0.23%	(79)	(79)	
14,000 - 16,000	4,650	70,218,954	748,692	742,211	295,052	288,277	288,277	3,524	320	806	886	3,090	75.78%	6.88%	1.06%	0.47%	0.67%	0.41%	1.06%	0.47%	0.47%	0.47%	(87)	(87)	
16,000 - 18,000	4,366	74,162,968	889,166	882,999	324,279	317,024	317,024	3,282	280	804	764	2,866	75.17%	6.41%	1.20%	0.43%	1.03%	0.43%	1.30%	0.52%	0.52%	0.52%	(132)	(132)	
18,000 - 20,000	3,764	71,050,094	1,065,295	1,051,822	545,237	532,853	532,853	2,922	440	402	362	1,764	77.63%	11.69%	1.48%	0.75%	1.48%	0.75%	1.54%	0.87%	0.87%	0.87%	(138)	(138)	
20,000 - 25,000	8,002	180,040,080	3,469,464	3,789,137	3,785,880	3,515,778	3,515,778	6,722	1,000	280	400	1,522	84.00%	12.50%	2.09%	1.16%	2.09%	1.16%	5.56%	3.48%	3.48%	3.48%	(209)	(209)	
25,000 - 30,000	6,978	180,040,080	4,883,913	4,725,250	4,725,250	4,315,778	4,315,778	4,782	1,548	688	546	712	68.24%	22.18%	2.49%	2.10%	2.49%	2.10%	7.06%	6.09%	6.09%	6.09%	(159)	(159)	
30,000 - 35,000	5,156	166,941,352	5,465,615	5,196,851	4,595,143	4,320,215	4,320,215	3,716	1,396	44	206	80	72.07%	27.08%	3.11%	2.71%	3.11%	2.71%	7.88%	7.03%	7.03%	7.03%	(167)	(167)	
35,000 - 40,000	4,062	151,787,576	6,071,257	5,657,048	5,354,012	4,919,548	4,919,548	3,006	1,012	22	0	40	67.82%	24.91%	3.73%	3.24%	3.73%	3.24%	11.77%	8.59%	8.59%	8.59%	(177)	(177)	
40,000 - 45,000	3,772	160,011,478	6,200,551	5,804,137	5,820,657	5,201,198	5,201,198	2,558	966	228	272	242	74.00%	26.14%	3.63%	3.31%	3.63%	3.31%	9.12%	8.24%	8.24%	8.24%	(133)	(133)	
45,000 - 50,000	2,418	114,576,618	5,090,411	4,805,539	4,489,500	4,016,138	4,016,138	1,714	542	162	162	202	70.89%	22.42%	4.02%	3.51%	4.02%	3.51%	7.35%	7.20%	7.20%	7.20%	(249)	(249)	
50,000 - 55,000	1,362	71,450,209	3,445,752	2,864,879	3,311,101	2,732,414	2,732,414	876	419	67	0	0	64.32%	30.76%	4.07%	3.82%	4.07%	3.82%	4.97%	4.51%	4.51%	4.51%	(99)	(99)	
55,000 - 60,000	1,132	65,027,491	3,014,626	2,432,139	2,883,636	2,307,446	2,307,446	677	441	15	22	0	59.75%	38.92%	3.74%	3.55%	3.74%	3.55%	4.35%	4.35%	4.35%	4.35%	(116)	(116)	
60,000 - 65,000	922	57,462,777	2,941,557	2,291,938	2,837,011	2,195,572	2,195,572	630	292	0	0	0	48.20%	31.67%	3.99%	3.82%	3.99%	3.82%	4.25%	4.25%	4.25%	4.25%	(113)	(113)	
65,000 - 70,000	724	48,712,101	2,224,128	1,714,051	2,321,213	1,782,233	1,782,233	349	374	1	1	41	41.11%	52.58%	3.52%	3.27%	3.52%	3.27%	4.34%	4.34%	4.34%	4.34%	(134)	(134)	
70,000 - 75,000	401	28,981,403	1,505,716	1,193,152	1,518,438	1,184,074	1,184,074	217	183	0	0	0	52.33%	46.22%	4.12%	4.10%	4.12%	4.10%	2.17%	2.44%	2.44%	2.44%	(179)	(179)	
75,000 - 80,000	344	26,539,823	1,335,991	1,041,021	1,397,547	1,087,624	1,087,624	180	159	5	5	0	49.56%	49.56%	3.92%	4.10%	3.92%	4.10%	1.93%	2.24%	2.24%	2.24%	(246)	(246)	
80,000 - 90,000	458	38,660,560	1,932,160	1,490,150	2,085,961	1,570,369	1,570,369	227	227	1	1	0	47.51%	52.58%	3.85%	4.06%	3.85%	4.06%	2.85%	3.25%	3.25%	3.25%	(94)	(94)	
90,000 - 100,000	229	31,049,157	1,612,944	1,226,732	1,646,555	1,252,401	1,252,401	155	173	3	3	0	57.21%	42.73%	3.99%	4.03%	3.99%	4.03%	2.35%	2.64%	2.64%	2.64%	(44)	(44)	
100,000 - 110,000	227	23,773,286	1,350,073	1,009,539	1,559,992	1,015,125	1,015,125	130	97	0	0	0	47.78%	52.22%	4.25%	4.27%	4.25%	4.27%	1.95%	2.18%	2.18%	2.18%	(44)	(44)	
110,000 - 120,000	180	20,687,042	1,161,117	834,404	1,217,074	875,264	875,264	86	94	0	0	0	47.78%	52.22%	4.10%	4.23%	4.10%	4.23%	1.69%	1.89%	1.89%	1.89%	(300)	(300)	
120,000 - 130,000	136	16,917,849	960,928	692,072	997,869	712,350	712,350	50	59	0	0	0	45.83%	42.65%	4.12%	4.28%	4.12%	4.28%	1.39%	1.39%	1.39%	1.39%	(270)	(270)	
130,000 - 140,000	109	14,065,403	864,860	612,072	905,526	651,869	651,869	41	55	0	0	0	42.71%	54.13%	4.16%	4.36%	4.16%	4.36%	1.25%	1.46%	1.46%	1.46%	(225)	(225)	
140,000 - 150,000	96	13,884,934	847,701	622,677	869,318	635,287	635,287	41	55	0	0	0	42.71%	57.29%	4.48%	4.57%	4.48%	4.57%	1.22%	1.22%	1.22%	1.22%	(225)	(225)	
150,000 - & Above	601	186,573,104	10,617,410	7,552,600	11,263,825	8,055,298	8,055,298	235	364	1	1	0	64.41%	14.94%	2.96%	2.59%	2.96%	2.59%	15.32%	18.23%	18.23%	18.23%	(95)	(95)	
TOTALS	73,378	1,996,394,841	69,285,714	59,046,056	62,331,984	51,684,873	51,684,873	47,264	10,961	15,153	15,153	31,516	64.41%	14.94%	2.96%	2.59%	2.96%	2.59%	100.00%	100.00%	100.00%	100.00%	(95)	(95)	

Decile Group			Current Law			Proposed Law			Current to Proposed Law			No Tax Liability			Percentage of			Effective Tax Rates			Percent of Total State Liability			Dollar Change in Avg. Liability	
Decile Group	Number of Households	Total Income	Tax	Fed. Offset	Tax After	Tax	Fed. Offset	Tax After	Number of Gainers	Number of Losers	No Change	Current Law	Proposed Law	Current Law	Proposed Law	Gainers	Losers	Current Law	Proposed Law	Current Law	Proposed Law	Current Law	Proposed Law	Avg. Liability	Avg. Liability
1	1,944	2,858,326	5,797	5,797	0	0	0	0	162	0	1,782	1,782	1,944	8.33%	0.00%	0.20%	0.00%	0.01%	0.00%	0.01%	0.00%	0.00%	0.00%	(9)	(9)
2	14,374	20,244,330	14,436	14,436	0	0	0	0	972	0	3,402	3,240	4,374	22.22%	0.00%	0.07%	0.00%	0.02%	0.00%	0.02%	0.00%	0.00%	0.00%	(26)	(26)
3	8,252	67,407,552	234,904	234,904	19,487	19,487	19,487	19,487	3,776	162	4,374	4,374	7,776	45.10%	1.95%	0.35%	0.03%	0.34%	0.03%	0.34%	0.03%	0.03%	0.03%	(70)	(70)
4	8,206	96,853,966	767,919	767,919	184,567	184,567	184,567	184,567	7,806	240	1,860	1,738	6,522	74.41%	2.92%	0.79%	0.19%	0.79%	0.19%	1.12%	0.21%	0.21%	0.21%	(110)	(110)
5	1,900	168,180,954	1,900,707	1,881,283	755,191	755,191	755,191	755,191	7,806	780	1,860	1,892	7,200	80.48%	13.00%	1.32%	0.44%	1.32%	0.44%	2.57%	1.14%	1.14%	1.14%	(159)	(159)
6	9,846	210,248,708	4,118,130	4,042,284	2,268,625	2,180,493	2,180,493	2,180,493	6,514	2,122	688	546	782	70.01%	22.81%	2.57%	1.98%	2.57%	1.98%	9.71%	8.49%	8.49%	8.49%	(163)	(163)
7	9,304	285,753,306	6,771,070	6,561,512	5,294,896	5,057,173	5,057,173	5,057,173	6,114	1,984	88	206	120	74.69%	24.24%	3.48%	2.96%	3.48%	2.96%	15.61%	14.95%	14.95%	14.95%	(163)	(163)
8	8,186	290,772,926	10,816,572	10,111,572	9,321,585	8,597,877	8,597,877	8,597,877	12,384	4,018	689	434	444	68.78%	24.96%	3.85%	3.47%	3.85%	3.47%	17.47%	17.47%	17.47%	17.47%	(174)	(174)
9	6,819	311,444,611	13,824,187	13,992,266	12,338,034	12,018,689	12,018,689	12,018,689	4,650	2,771	58	83	444	54.00%	45.04%	4.08%	4.21%	4.08%	4.21%	19.22%	19.22%	19.22%	19.22%	(188)	(188)
10	1,904	572,550,140	31,532,039	23,438,707	5,052,251	4,018,272	4,018,272	4,018,272	1,201	658	45	45	0	63.08%	34.58%	3.83%	3.67%	3.83%	3.67%	45.22%	45.22%	45.22%	45.22%	(100)	(100)
10A	1,904	109,610,733	6,243,208	4,202,596	6,324,474	5,048,703	5,048,703	5,048,703	987	903	45	45	0	52.31%	47.36%	3.79%	3.66%	3.79%	3.66%	9.20%	10.47%	10.47%	10.47%	(77)	(77)
10B	1,906	130,875,541	6,377,708	4,958,969	6,377,708	5,048,703	5,048,703	5,048,703	1,052	1,150	7	16	0	47.62%	52.05%	4.30%	4.57%	4.30%	4.57%	28.49%	33.31%	33.31%	33.31%	(477)	(477)
10C	2,209	332,043,865	19,711,125	14,275,142	20,765,647	15,610,610	15,610,610	15,610,610	1,952	1,150	7	16	0	47.62%	52.05%	4.30%	4.57%	4.30%	4.57%	28.49%	33.31%	33.31%	33.31%	(477)	(477)
TOTAL	73,378	1,996,394,841	69,285,714	59,046,056	62,331,985	51,684,873	51,684,873	51,684,873	47,264	10,961	15,153	15,017	31,516	64.41%	14.94%	2.96%	2.59%	64.41%	14.94%	100.00%	100.00%	100.00%	100.00%	(95)	(95)

Decile Group		Current Law		Proposed Law		Current to Proposed Law			No Tax Liability		Percentage of		Effective Tax Rates		Percent of Total State Liability		Dollar Change in Avg. Liability
Decile Group	Number of Households	Total Income	Tax	Tax After Fed. Offset	Tax	Tax After Fed. Offset	Gainers	Losers	No Change	Current Law	Proposed Law	Gainers	Losers	Current Law	Proposed Law	Current Law	Proposed Law
1	1,944	2,858,326	5,797	5,797	0	0	162	0	1,782	1,944	8.33%	0.00%	0.00%	0.20%	0.00%	0.01%	0.00%
2	14,436	20,244,330	14,436	14,436	0	0	972	0	3,402	3,240	22.22%	0.00%	0.00%	0.35%	0.00%	0.07%	0.00%
3	8,252	67,407,552	234,904	234,904	19,487	19,487	3,776	162	4,374	4,374	45.10%	1.96%	0.35%	0.03%	0.03%	0.34%	0.03%
4	8,206	96,853,986	767,919	764,567	191,885	183,405	6,106	240	1,860	6,522	74.41%	2.92%	0.79%	0.19%	0.19%	1.11%	0.31%
5	10,418	168,180,954	1,900,707	1,881,263	755,191	738,170	7,806	760	1,852	7,852	74.93%	7.30%	1.12%	0.44%	0.44%	2.74%	1.21%
6	9,846	210,348,708	4,118,130	4,042,284	2,268,825	2,190,493	7,924	1,280	642	7,722	80.48%	13.00%	1.57%	1.52%	1.04%	2.74%	1.21%
7	9,304	255,753,306	6,771,010	6,551,512	5,294,996	5,057,173	6,514	2,122	668	782	70.01%	22.81%	2.57%	1.98%	1.98%	9.77%	8.48%
8	8,186	290,772,926	10,815,572	10,112,300	9,321,585	8,597,871	6,114	1,984	88	546	74.69%	24.24%	3.46%	2.96%	2.96%	15.61%	14.95%
9	6,819	311,444,611	13,332,197	12,582,265	12,138,034	10,819,689	4,690	1,702	427	434	68.78%	24.96%	3.85%	3.47%	3.47%	19.23%	19.47%
10	6,019	572,530,140	31,332,039	23,436,707	32,342,472	24,076,565	3,250	2,711	58	83	54.00%	45.04%	4.05%	4.21%	4.21%	45.22%	51.85%
10A	1,904	109,610,733	6,324,208	4,202,596	5,052,351	4,018,272	1,201	658	45	22	63.08%	34.56%	3.83%	3.67%	3.67%	7.57%	8.11%
10B	1,906	130,875,541	6,317,706	4,958,969	6,524,474	5,048,703	987	903	6	45	52.31%	47.38%	3.79%	3.86%	3.86%	9.20%	10.47%
10C	2,209	332,043,665	19,711,125	14,275,142	20,765,647	15,010,610	1,052	1,150	7	16	47.62%	52.05%	4.30%	4.57%	4.57%	28.45%	33.31%
TOTAL	73,378	1,996,394,841	69,285,711	59,046,056	62,331,985	51,684,873	47,264	10,961	15,153	15,017	31,516	64.41%	14.94%	2.96%	2.59%	100.00%	100.00%
																	(95)



Ex #4  
#B-671  
Administration 6.7% (40% STD DED) Income Tax Proposal -- Married Filing Separate -- Calendar Year 1993

24-Apr-93

Income Bracket		Current Law		Proposed Law		Current to Proposed Law		No Tax Liability		Percentage of		Effective Tax Rates		Percent of Total State Liability		Dollar Change in	
Income Bracket	Number of Households	Total Income	Tax After Fed Offset	Tax After Fed Offset	Tax After Fed Offset	Gainers	Losers	Current Law	Proposed Law	Gainers	Losers	Current Law Proposed Law	Current Law Proposed Law	Current Law Proposed Law	Current Law Proposed Law	Current Law Proposed Law	Avg. Liability
0 - 2,000	162	151,736	0	0	0	0	0	162	162	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0	0
2,000 - 4,000	810	2,590,054	16,033	0	0	466	0	162	810	60.00%	0.00%	0.63%	0.00%	0.01%	0.00%	(20)	(20)
4,000 - 6,000	466	2,533,032	38,607	20,462	20,462	466	0	162	162	100.00%	0.00%	1.52%	0.81%	0.02%	0.01%	(37)	(37)
6,000 - 8,000	324	2,251,772	15,518	0	0	324	0	0	324	100.00%	0.00%	0.69%	0.00%	0.01%	0.00%	(48)	(48)
8,000 - 10,000	648	5,448,090	56,257	31,361	31,361	324	0	162	486	50.00%	0.00%	0.95%	0.58%	0.02%	0.02%	(39)	(39)
10,000 - 12,000	1,206	13,323,590	128,064	88,476	87,310	440	40	486	766	36.48%	3.32%	0.95%	0.68%	0.06%	0.06%	(31)	(31)
12,000 - 14,000	1,568	20,425,480	274,342	177,527	175,350	1,368	80	40	806	87.24%	5.10%	1.34%	0.86%	0.17%	0.16%	(62)	(62)
14,000 - 16,000	1,882	28,338,904	428,914	258,509	257,426	1,682	160	80	962	89.37%	8.50%	1.51%	0.91%	0.26%	0.14%	(91)	(91)
16,000 - 18,000	2,320	39,491,600	686,223	425,640	416,527	1,980	280	40	800	84.48%	12.07%	1.72%	1.06%	0.42%	0.23%	(112)	(112)
18,000 - 20,000	2,242	42,340,536	653,735	404,124	397,090	1,962	340	40	760	87.51%	10.70%	1.48%	0.94%	0.38%	0.22%	(102)	(102)
20,000 - 25,000	7,160	162,109,990	3,144,271	2,057,338	1,999,299	6,040	1,120	0	1,240	84.38%	15.64%	1.90%	1.23%	1.91%	1.12%	(152)	(152)
25,000 - 30,000	8,210	226,461,990	5,468,384	4,814,413	4,696,676	5,652	568	0	486	86.14%	29.08%	2.35%	1.28%	3.26%	2.05%	(179)	(179)
30,000 - 35,000	8,494	276,978,352	7,871,380	6,027,752	5,852	3,922	4,568	0	62	46.17%	51.28%	2.72%	2.05%	4.78%	4.38%	18	18
35,000 - 40,000	8,766	329,531,744	10,455,278	8,571,470	8,489,786	3,252	5,426	0	0	37.10%	61.90%	2.98%	2.26%	6.33%	6.26%	123	123
40,000 - 45,000	8,792	372,862,750	12,725,089	10,153,572	10,734,782	2,508	6,152	0	0	28.53%	69.97%	3.16%	3.60%	7.72%	7.98%	215	215
45,000 - 50,000	8,082	383,461,821	13,956,313	10,206,936	14,382,487	1,584	6,336	0	0	20.96%	78.40%	3.25%	3.75%	8.46%	8.85%	282	282
50,000 - 55,000	7,115	373,344,077	14,125,964	10,206,974	13,436,118	1,533	5,552	0	0	21.55%	78.03%	3.17%	3.69%	8.57%	8.85%	282	282
55,000 - 60,000	4,616	264,879,659	10,202,566	8,260,677	12,423,840	637	3,964	0	0	13.80%	85.88%	3.16%	3.77%	6.25%	6.79%	440	440
60,000 - 65,000	3,964	246,882,446	9,984,286	7,854,322	9,449,692	375	3,589	0	0	9.46%	90.54%	3.23%	3.83%	6.06%	6.46%	462	462
65,000 - 70,000	2,547	171,813,921	7,190,928	5,648,766	8,571,470	247	2,291	0	0	9.70%	89.30%	3.27%	3.87%	4.36%	4.68%	542	542
70,000 - 75,000	1,926	139,233,535	6,065,048	4,768,081	7,010,750	251	1,669	0	0	13.03%	86.96%	3.39%	3.93%	3.64%	3.83%	522	522
75,000 - 80,000	1,402	108,445,027	4,849,006	3,641,018	5,609,680	136	1,264	0	0	9.70%	90.30%	3.36%	4.05%	2.82%	3.08%	665	665
80,000 - 90,000	1,780	151,071,816	6,732,169	5,283,144	7,965,504	245	1,537	1	1	13.61%	86.04%	3.50%	4.10%	4.10%	4.33%	678	678
90,000 - 100,000	1,110	105,014,413	4,900,445	3,832,593	5,714,109	150	965	0	0	13.51%	86.04%	3.63%	4.24%	2.97%	3.12%	733	733
100,000 - 120,000	709	74,599,578	3,551,860	2,703,175	4,086,892	104	602	0	0	14.67%	84.91%	3.63%	4.17%	2.15%	2.24%	772	772
120,000 - 130,000	522	59,686,608	2,505,675	2,211,485	3,331,307	108	411	0	0	20.68%	79.31%	3.69%	4.22%	1.76%	1.82%	819	819
130,000 - 140,000	411	51,317,755	1,985,844	1,971,573	2,889,280	78	330	0	0	18.98%	81.02%	3.72%	4.24%	1.59%	1.58%	855	855
140,000 - 150,000	282	32,961,733	1,763,487	1,329,162	1,996,391	49	179	0	0	21.46%	78.54%	4.03%	4.56%	1.20%	1.09%	1,022	1,022
150,000 - 5 Above	1,614	523,144,164	32,314,026	23,408,840	34,619,782	361	1,248	2	9	22.37%	77.63%	4.48%	4.80%	19.61%	18.90%	1,429	1,429
TOTALS	89,388	4,247,867,807	164,824,585	136,599,121	183,216,460	36,430	50,392	2,566	1,221	40.75%	59.25%	3.22%	3.54%	100.00%	100.00%	206	206

Decile Group		Current Law		Proposed Law		Current to Proposed Law		No Tax Liability		Percentage of		Effective Tax Rates		Percent of Total State Liability		Dollar Change in	
Decile Group	Number of Households	Total Income	Tax After Fed Offset	Tax After Fed Offset	Tax After Fed Offset	Gainers	Losers	Current Law	Proposed Law	Gainers	Losers	Current Law Proposed Law	Current Law Proposed Law	Current Law Proposed Law	Current Law Proposed Law	Current Law Proposed Law	Avg. Liability
1	648	1,445,688	2,722	0	0	162	0	324	648	25.00%	0.00%	0.19%	0.00%	0.00%	0.00%	(4)	(4)
2	810	3,779,136	51,919	20,462	20,462	810	0	0	486	100.00%	0.00%	1.37%	0.54%	0.03%	0.01%	(59)	(59)
3	972	7,700,822	71,775	31,361	31,361	648	0	162	810	66.67%	0.00%	0.93%	0.41%	0.04%	0.02%	(42)	(42)
4	2,774	33,750,480	400,436	283,300	283,300	1,808	120	526	1,572	66.16%	4.33%	1.19%	0.78%	0.24%	0.15%	(48)	(48)
5	4,804	78,736,080	1,233,406	731,860	721,943	4,164	480	120	1,822	86.68%	9.99%	1.56%	0.92%	0.75%	0.40%	(104)	(104)
6	7,640	164,960,280	3,175,748	2,027,080	2,027,080	6,560	1,080	40	1,440	85.86%	14.14%	1.90%	1.23%	1.93%	1.13%	(145)	(145)
7	11,224	311,945,306	7,567,312	4,715,414	4,715,414	7,690	3,540	0	486	68.51%	29.76%	2.36%	2.05%	4.59%	3.67%	(75)	(75)
8	16,572	596,657,464	18,230,791	11,946,557	11,946,557	6,364	9,926	62	62	24.51%	74.58%	2.99%	3.10%	11.08%	29.90%	94	94
9	21,287	999,157,888	25,941,817	17,805,043	17,805,043	5,077	16,871	44	0	24.51%	74.58%	3.20%	3.65%	21.81%	22.60%	257	257
10	22,657	2,049,839,653	86,148,661	75,180,576	75,180,576	3,007	19,575	0	0	13.27%	86.40%	3.67%	4.18%	56.58%	61.23%	619	619
10A	7,995	460,821,889	18,050,507	14,618,478	14,618,478	1,012	6,983	0	0	12.66%	86.40%	3.17%	3.75%	10.95%	11.76%	436	436
10B	7,608	523,385,568	22,058,553	17,369,035	17,369,035	802	6,790	0	0	10.54%	89.25%	3.32%	3.87%	13.38%	14.30%	544	544
10C	7,054	1,065,623,196	58,039,601	43,193,063	43,193,063	1,153	5,832	3	0	16.91%	82.68%	4.05%	4.50%	35.21%	35.17%	908	908
TOTAL	89,388	4,247,867,807	164,824,585	136,599,121	183,216,460	36,430	50,392	2,566	1,221	40.75%	59.25%	3.22%	3.54%	100.00%	100.00%	206	206



EXHIBIT 5  
 DATE 4/23/93  
 HB 671

**6.7% Rate; \$2,710 Exemption; Two-Earner Based on Earned Inc.  
 Assumes 1993 Surtax is Repealed**

24-Apr-93

Surtax Revenue Loss:

14,179,418

**Administration Proposal**

Tax Year	1993	1994	1995
Tax Rate	6.70%	6.70%	6.70%
CL Tax	301,165,557	318,451,181	335,064,103
PL Tax	327,417,111	349,929,733	372,804,404
Change	26,251,554	31,478,552	37,740,301
All Filers	27,564,132	33,052,480	39,627,316
Biennial Increase in Income Tax:			66,250,851

inc - 2 wage earner  
 phase out all ded + exemptions @ 100-180  
 no minimum  
 40% SD 5000, 7500, 10,000  
 mt + CPI = 50% of Fed

Amendments: CPI - correct  
 Earned income definition  
 Exemption phase out 100-180  
 ded., ex, 2 earner  
 40% SD  
 exemption @ 2710  
 Rate @ 6.7



Amendments to House Bill No. 671  
Reference Reading Copy

For the Free Conference Committee

Prepared by Jeff Martin  
April 24, 1993

EXHIBIT 6  
DATE 4/22/93  
HB 671

1. Page 2, line 17.  
Strike: "for Montana"
2. Page 2, line 22.  
Strike: ", multiplied by 0.5"
3. Page 3, lines 20 and 21.  
Following: "index" on line 20  
Strike: remainder of line 20 through "Montana" on line 21
4. Page 3, line 22.  
Strike: "for Montana"  
Following: "1993"  
Insert: ", then subtracting 1, then multiplying by 0.5, then adding 1"
5. Page 6, line 13 through page 8, line 5.  
Strike: section 2 in its entirety  
Renumber: subsequent sections
6. Page 8, line 10.  
Strike: "1994"  
Insert: "1992"
7. Page 8, line 13.  
Strike: "7.3%"  
Insert: "6.7%"
8. Page 9, line 21.  
Strike: "7.4%"  
Insert: "6.7%"
9. Page 14, line 8.  
Following: "(j)"  
Insert: "except as provided in subsection (7),"
10. Page 14, lines 9 and 10.  
Following: "the" on line 9  
Strike: remainder of line 9 through "salary" on line 10  
Insert: "earned income"
11. Page 14, line 11.  
Strike: "wages and salary"  
Insert: "earned income"
12. Page 16, line 7.  
Following: line 6



Insert: "(7) The amount specified in subsection (2)(j) is reduced by 6.25% for every \$5,000 of federal adjusted gross income in excess of \$100,000."

13. Page 16, lines 14, 17, and 24.

Strike: "\$3,500"

Insert: "\$2,710"

14. Page 17, lines 4, 12, and 16.

Strike: "\$3,500"

Insert: "\$2,710"

15. Page 18, lines 10 and 15.

Strike: "\$3,500"

Insert: "\$2,710"

16. Page 19, line 21.

Strike: "10%"

Insert: "6.25%"

17. Page 19, line 22.

Strike: "\$150,000"

Insert: "\$100,000"

18. Page 21, line 22.

Strike: "30%"

Insert: "40%"

19. Page 21, line 23.

Strike: "LESS THAN"

Strike: "\$2,500 OR"

20. Page 22, lines 2, 8, and 14.

Strike: "30%"

Insert: "40%"

21. Page 22, line 3.

Strike: "LESS THAN \$4,000 OR"

22. Page 22, lines 8 and 9.

Following: "NOT" on line 8

Strike: remainder of line 8 through "OR" on line 9

23. Page 22, lines 15 and 16.

Following: "NOT" on line 15

Strike: remainder of line 15 through "OR" on line 16

24. Page 22, line 18.

Strike: "10%"

Insert: "6.25%"

25. Page 22, line 19.

Strike: "\$150,000"

Insert: "\$100,000"



Ex #6  
4-23-93  
HB-671

26. Page 39, lines 20 and 22.

Strike: "9"

Insert: "8"

27. Page 40, lines 16 and 17.

Strike: "(1)" on line 16

Following: "~~This~~" on line 16

Strike: remainder of line 16 through "[THIS]" on line 17

Insert: "[This"

28. Page 40, lines 20 through 24.

Strike: subsection (2) in its entirety

29. Page 40, line 25 through page 41, line 1.

Strike: section 25 in its entirety



EXHIBIT 6a

DATE 4/23/93

HB 671

Free Conference Committee  
on House Bill 671  
Report No. 1, April 24, 1993

Page 1 of 3

Mr. Speaker and Mr. President:

We, your Free Conference Committee met and considered House Bill 671 and recommend as follows:

1. Page 2, line 17.  
Strike: "for Montana"
2. Page 2, line 22.  
Strike: " , multiplied by 0.5"
3. Page 3, lines 20 and 21.  
Following: "index" on line 20  
Strike: remainder of line 20 through "Montana" on line 21
4. Page 3, line 22.  
Strike: "for Montana"  
Following: "1993"  
Insert: " , then subtracting 1, then multiplying by 0.5, then adding 1"
5. Page 6, line 13 through page 8, line 5.  
Strike: section 2 in its entirety  
Re-number: subsequent sections
6. Page 8, line 10.  
Strike: "1994"  
Insert: "1992"
7. Page 8, line 13.  
Strike: "7.3%  
Insert: "6.7%
8. Page 9, line 21.  
Strike: "7.4%  
Insert: "6.7%
9. Page 14, line 8.  
Following: "(j)"  
Insert: "except as provided in subsection (7),"
10. Page 14, lines 9 and 10.  
Following: "the" on line 9  
Strike: remainder of line 9 through "salary" on line 10  
Insert: "earned income"

ADOPT

REJECT

902138CC.Hss

April 24, 1993  
Page 2 of 3

11. Page 14, line 11.  
Strike: "wages and salary"  
Insert: "earned income"
12. Page 16, line 7.  
Following: line 6  
Insert: "(7) The amount specified in subsection (2)(j) is reduced by 6.25% for every \$5,000 of federal adjusted gross income in excess of \$100,000."
13. Page 16, lines 14, 17, and 24.  
Strike: "\$3,500"  
Insert: "\$2,710"
14. Page 17, lines 4, 12, and 16.  
Strike: "\$3,500"  
Insert: "\$2,710"
15. Page 18, lines 10 and 15.  
Strike: "\$3,500"  
Insert: "\$2,710"
16. Page 19, line 21.  
Strike: "10%  
Insert: "6.25%
17. Page 19, line 22.  
Strike: "\$150,000"  
Insert: "\$100,000"
18. Page 21, line 22.  
Strike: "30%  
Insert: "40%
19. Page 21, line 23.  
Strike: "LESS THAN"  
Strike: "\$2,500 OR"
20. Page 22, lines 2, 8, and 14.  
Strike: "30%  
Insert: "40%
21. Page 22, line 3.  
Strike: "LESS THAN \$4,000 OR"
22. Page 22, lines 8 and 9.  
Following: "NOT" on line 8  
Strike: remainder of line 8 through "OR" on line 9

F.C.C.R. #  
HB 671  
902138CC.Hss



23. Page 22, lines 15 and 16.  
Following: "NOT" on line 15  
Strike: remainder of line 15 through "OR" on line 16
24. Page 22, line 18.  
Strike: "104"  
Insert: "6.254"
25. Page 22, line 19.  
Strike: "\$150,000"  
Insert: "\$100,000"
26. Page 39, lines 20 and 22.  
Strike: "9"  
Insert: "8"
27. Page 40, lines 16 and 17.  
Strike: "(1)" on line 16  
Following: "this" on line 16  
Strike: remainder of line 16 through "[THIS]" on line 17  
Insert: "[This]"
28. Page 40, lines 20 through 24.  
Strike: subsection (2) in its entirety
29. Page 40, line 25 through page 41, line 1.  
Strike: section 25 in its entirety  
And this Free Conference Committee report be adopted.

For the House:

Bob Gilbert  
Rep. Gilbert, Chair

Marian Hanson  
Rep. M. Hanson

For the Senate:

Steve Doherty  
Sen. Doherty, Chair

Tom E. Tooe  
Sen. Tooe

Scott M. Lott  
Sen. Grosfield