

Preliminary Estimates for Revised Senate and Assembly Majority Tax Plan Projected to FY26

Tax	FY17	FY18	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26	8 Year Totals	10 Year Totals
Estate (\$2m TY17; feds 2yrs; elim)	-\$16,000,000	-\$109,000,000	-\$273,000,000	-\$377,000,000	-\$459,000,000	-\$552,000,000	-\$577,000,000	-\$603,000,000	-\$630,000,000	-\$658,000,000	-\$2,966,000,000	-\$4,254,000,000
Veterans' Excl. (\$3,000)	\$0	-\$23,000,000	-\$23,000,000	-\$23,000,000	-\$23,000,000	-\$23,000,000	-\$23,000,000	-\$23,000,000	-\$23,000,000	-\$23,000,000	-\$161,000,000	-\$207,000,000
Deduction for Gas Tax (\$500 cap; Under \$100k income)												
Low	-\$7,500,000	-\$15,000,000	-\$15,000,000	-\$15,000,000	-\$15,000,000	-\$15,000,000	-\$15,000,000	-\$15,000,000	-\$15,000,000	-\$15,000,000	-\$112,500,000	-\$142,500,000
High	-\$12,000,000	-\$24,000,000	-\$24,000,000	-\$24,000,000	-\$24,000,000	-\$24,000,000	-\$24,000,000	-\$24,000,000	-\$24,000,000	-\$24,000,000	-\$180,000,000	-\$228,000,000
Pensions (5 yrs; incl \$100k-\$150k)												
Low	\$0	-\$60,000,000	-\$70,000,000	-\$80,000,000	-\$85,000,000	-\$135,000,000	-\$139,000,000	-\$143,000,000	-\$147,000,000	-\$151,000,000	-\$712,000,000	-\$1,010,000,000
High	\$0	-\$90,000,000	-\$105,000,000	-\$120,000,000	-\$130,000,000	-\$193,000,000	-\$199,000,000	-\$205,000,000	-\$211,000,000	-\$217,000,000	-\$1,042,000,000	-\$1,470,000,000
EITC (40% fed)	-\$122,000,000	-\$124,000,000	-\$127,000,000	-\$130,000,000	-\$133,000,000	-\$137,000,000	-\$141,000,000	-\$145,000,000	-\$150,000,000	-\$155,000,000	-\$1,059,000,000	-\$1,364,000,000
Total Loss												
Low	-\$145,500,000	-\$331,000,000	-\$508,000,000	-\$625,000,000	-\$715,000,000	-\$862,000,000	-\$895,000,000	-\$929,000,000	-\$965,000,000	-\$1,002,000,000	-\$5,010,500,000	-\$6,977,500,000
High	-\$150,000,000	-\$370,000,000	-\$552,000,000	-\$674,000,000	-\$769,000,000	-\$929,000,000	-\$964,000,000	-\$1,000,000,000	-\$1,038,000,000	-\$1,077,000,000	-\$5,408,000,000	-\$7,523,000,000
12.5% PPGR (23 cent)	\$857,800,000	\$1,106,900,000	\$1,106,900,000	\$1,106,900,000	\$1,106,900,000	\$1,106,900,000	\$1,106,900,000	\$1,106,900,000	\$1,106,900,000	\$1,106,900,000	\$8,606,100,000	\$10,819,900,000
7% Non-Motor	\$25,900,000	\$31,100,000	\$31,100,000	\$31,100,000	\$31,100,000	\$31,100,000	\$31,100,000	\$31,100,000	\$31,100,000	\$31,100,000	\$243,600,000	\$305,800,000
4 Cent/gal Diesel	\$24,700,000	\$39,600,000	\$39,600,000	\$39,600,000	\$39,600,000	\$39,600,000	\$39,600,000	\$39,600,000	\$39,600,000	\$39,600,000	\$301,900,000	\$381,100,000
Total Gain												
Low	\$908,400,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$9,151,600,000	\$11,506,800,000
High	\$908,400,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$1,177,600,000	\$9,151,600,000	\$11,506,800,000
Net Revenues												
Better	\$762,900,000	\$846,600,000	\$669,600,000	\$552,600,000	\$462,600,000	\$315,600,000	\$282,600,000	\$248,600,000	\$212,600,000	\$175,600,000	\$4,141,100,000	\$4,529,300,000
Worse	\$758,400,000	\$807,600,000	\$625,600,000	\$503,600,000	\$408,600,000	\$248,600,000	\$213,600,000	\$177,600,000	\$139,600,000	\$100,600,000	\$3,743,600,000	\$3,983,800,000

These ranges are estimated by comparing the better case and the worse case for State revenues in each year. The better case assumes the higher State revenue gain offset by the lower State revenue loss. The worse case assumes the lower State revenue gain offset by the higher State revenue loss.

Prepared by OLS, Revenue Finance and Appropriations Section.