

Tax Revenue	Offer 2		Offer 1	
	FY 14-15 Biennium	FY 16-17 Biennium	FY 14-15 Biennium	FY 16-17 Biennium
Income Tax				
4th Tier at 8.84% on MJ Filers at \$250,000	610,680	624,900	554,720	565,920
4th Tier at 8.94% on MJ Filers at \$250,000	See below		See below	
Surfact at \$500,000 for Two Years	12,000	7,000	12,000	7,000
Increase AMT Rate, the AMT Exemption Amount & Phase-Out Threshold	17,200	17,800	17,200	17,800
Repeal Long-Term Care Insurance Tax Credit	64,100	69,400	64,100	69,400
Charitable Contribution Credit			4,800	4,200
Make R&D Credit Non Refundable	4,800	4,200		
Make R&D Credit Non Refundable to Allow to All Unitary Group Members				
Interactions				
Subtotal - Income Tax	708,780	723,300	652,820	664,320
Corporate Tax				
Limit Foreign Royalty Subtraction to Unitary Groups that have R&D	132,800	109,200	132,800	109,200
FOC Repeal with Interaction	46,000	38,700	46,000	38,700
Measurement of MN Sales	46,000	40,000	46,000	40,000
Foreign Partnerships	12,000	12,000	12,000	12,000
REIT Dividends	2,000	2,000	2,000	2,000
Increase the Minimum Fee	18,700	19,400	18,700	19,400
Tax Havens	36,500	28,400	36,500	28,400
Modify R&D Tax Credit, Non Refundable	90,500	67,800	99,600	74,500
Make R&D Credit Non Refundable to Allow to All Unitary Group Members	384,500	317,500	393,600	324,200
Subtotal - Corporate Tax	90,500	67,800	393,600	324,200
Federal Conformity (Individual + Corporate)				
Increased Section 179 Expensing, with 80% Addback & 5-Year Recovery (TY 13)	6,950	(2,250)	6,950	(2,250)
50% Bonus Depreciation, with 80% Addback & 5-Year Recovery (TY 13)	20,700	(11,800)	20,700	(11,800)
Subtotal - Federal Conformity	27,650	(14,050)	27,650	(14,050)
Estate Taxes				
Modify Qualified Farm and Small Business Provisions	23,800	47,200	23,800	47,200
Impose Gift Tax & Include Certain Gifts in Estate	41,400	65,200	41,400	65,200
Taxation of Non Resident Property Held in a Pass Through	12,800	15,300	12,800	15,300
Subtotal - Estate Tax	78,000	127,700	78,000	127,700

Special Taxes							
Cigarette/Tobacco							
Cigarette Tax Increase, \$1.60/per pack	370,820	370,420	370,820	370,420			
Other Tobacco Products, to 95% of wholesale price	43,000	49,100	43,000	49,100			
Impose Cigarette Tax on Little Cigars	20,500	20,900	20,500	20,900			
Subtotal - Cigarette	434,320	440,420	434,320	440,420			
Alcohol Tax Increase, 7 cents/drink with Small Brewer/Winery Credits	288,918	320,932	346,680	376,380			
Alcohol Tax Increase, 6 cents/drink with Small Brewer/Winery Credits	15,000	16,500	15,000	16,500			
MV Rental Tax Increase to 9.2%	32,300	38,100	32,300	38,100			
Sports Memorabilia to 13%							
Subtotal - Special Taxes Other	336,218	375,532	393,980	430,980			
Mineral Tax							
Increase Taconite Occupation Rate from 2.45% to 4.95%	38,700	40,600	38,700	40,600			
Sales Tax (at current law general sales tax rate of 6.5%)							
Warehousing & Storage (81% Business, 19% Personal)	189,500	227,400	189,500	227,400			
Sales Tax Exemption for Cities/Counties, Effective Jan. 1, 2014	(172,000)	(254,100)	(172,000)	(254,100)			
New Method for Calculating Motor Vehicle Paint & Materials	5,100	5,700	5,100	5,700			
Multiple Points of Use	(1,370)	(1,560)	(1,370)	(1,560)			
High & Low Intensity Research Facility Construction Exemption	(2,900)	(1,000)	(2,530)	(870)			
Religious Affiliation Exemption	(143)	(105)	(143)	(105)			
Industrial Measurement Facility Construction Exemption	-	(815)	-	(815)			
Biopharmaceutical Facility Construction Exemption	-	(940)	-	(940)			
Rochester Medical Development Facility Construction Exemption	-	(715)	-	(715)			
Subtotal - Base Expansion	18,187	(26,135)	18,557	(26,005)			
Affiliate Nexus	9,700	12,460	9,700	12,460			
Digital Goods (placeholder estimate)	8,260	9,890	8,260	9,890			
Parallel Taxation of Direct Satellite Services	2,460	2,880					
Admissions to Stadium Box Seats and Suites - Professional Sports	4,700	6,100					
Subtotal - Sales Tax Other	25,120	31,330	17,960	22,350			
TOTAL	2,051,475	2,016,197	2,055,587	2,010,515			
Target	2,050,000	2,000,000	2,050,000	2,000,000			

Estimated Two Year Income Tax Surcharge at \$500,000
Repayment of School Aid Payment/Property Tax Shift in FY 14
Total

864,600
(864,600)

864,600
(864,600)