

Global Solution Proposal

Type	Description of the Revenue Enhancement Proposal	FY 2016 Revenue Increase
ind inc	Passive, rents, royalties at 4.6%; other business income at 2.7%	\$133,600,000
ind inc	Accelerate itemized deduction haircuts to tax year 2015 (Gov's rec)	\$50,300,000
sales/use	Increase the statewide sales tax for most purchases to 6.50% while dropping rate on food to 5.90%	\$127,957,000
m fuels	Increase the statewide motor fuel tax by \$0.05 per gallon from the current \$0.24 to \$0.29 per gallon. Sunsets after two years	\$81,955,000
cig	Increase cigarette tax by \$0.75 from the current \$0.79 to \$1.54 per pack	\$53,920,000
Total Additional Revenue Generated:		\$447,732,000
Approximate Shortfall Based on Current Budget Agreement to Get to Zero:		(\$406,400,000)
Approximate Ending Balance:		\$41,332,000