Additional Tax Revenue Generation Options -- Revised and Updated for May 20 at 10am

Proposal Number	Description of the Revenue Enhancement Proposal	FY 2016 Revenue Increase	FY 2017 Revenue Increase	FY 2018 Revenue Increase
1	Combined itemized deduction proposal embodied in H Sub SB 270	$97,000,000	$78,600,000	$78,700,000
2	Tax all non-wage business income at lowest rate of 2.7%	$101,100,000	$82,000,000	$86,100,000
3	Freeze rates at 2.7% and 4.6%	$26,400,000	$98,600,000	$242,200,000
Individual Income Tax Total		*$224,500,000*	*$259,200,000*	*$407,000,000*
4	Increase the statewide sales tax for most purchases to 6.45% while dropping rate on food to 5.90%	$107,500,000	$122,300,000	$126,900,000
Sales Tax Total		*$107,500,000*	*$122,300,000*	*$126,900,000*
5	Increase cigarette tax by $0.46 from the current $0.79 to $1.25 per pack	$37,830,000	$34,020,000	$33,650,000
Other Excise Tax Total		*$37,830,000*	*$34,020,000*	*$33,650,000*
6	Amnesty (now in H Sub SB 270)	$30,000,000	$0	$0
7	Assume MCO Tax Agreement	$48,200,000	$48,200,000	$48,200,000
Other Provisions Total		*$78,200,000*	*$48,200,000*	*$48,200,000*
Total Additional Revenue Generated:		**$448,030,000**	**$463,720,000**	**$615,750,000**

Prepared for House Taxation Committee

Excludes All Governor's Adjustments for Individual Income Tax, Cigarette Tax, Tobacco Tax, and Liquor Tax

Excludes Governor's Adjustment Managed Care Organization Privilege Fee

Includes:

Combined Itemized Deduction Proposal Embodied In H Sub SB 270

Tax All Non-wage Business Income at Lowest Rate of 2.7%

Freeze Individual Income Rates at 2.7% and 4.6%

Sales and Compensating Use Tax to 6.45% While Dropping Rate on Food to 5.90%

46 Cent Cigarette Tax Increase

Amnesty

MCO Privilege Fee Adjustment Adding $48.2 Million

STATE GENERAL FUND RECEIPTS, EXPENDITURES AND BALANCES

Includes April 20 Consensus Revenue Estimates and House Committee and Conference Committee Action

As of May 14, 2015

	Actual FY 2014	Conf Rec. FY 2015	Conf Rec. FY 2016	Conf Rec. FY 2017	Estimated FY 2018
Beginning Balance	$ 709.3	$ 379.8	$ 69.3	$ 41.6	$ 137.4
Consensus Revenue Receipts (April 20, 2015)	5,653.2	5,925.7	5,713.2	5,775.8	6,052.9
Governor's Transfer from the State Highway Fund	-	-	132.3	132.8	-
Governor's Revenue Adjustments (Less MCO fee increase)	-	**17.0**	**126.4**	**222.1**	-
Certain Itemized Deduction Adjustments	-	-	**97.0**	**78.6**	**78.7**
Non-wage business income at 2.7 percent	-	-	**101.1**	**82.0**	**86.1**
Freeze Individual Income Tax Rates at 2.7% and 4.6%	-	-	**26.4**	**98.6**	**242.2**
Food at 5.90%; all else at 6.45%	-	-	**107.5**	**122.3**	**126.9**
46 cent cigarette tax increase	-	-	**37.8**	**34.0**	**33.7**
Amnesty	-	-	**30.0**	-	-
MCO Privilege Fee Adjustment	-	-	**48.2**	**48.2**	**48.2**
Conference Committee Action (As of April 2, 2015)	-	-	0.2	(1.7)	(1.7)
Adjusted Receipts	5,653.2	5,942.7	6,420.1	6,592.7	6,667.0
Total Available	$ 6,362.5	$ 6,322.5	$ 6,489.4	$ 6,634.3	$6,804.4
Less Expenditures					
Governor's Recommendation	$ 5,982.7	$ 6,305.2	$ 6,408.4	$ 6,419.4	$6,496.9
Less MCO Rate Increase for Privilege Fee	-	-	**(56.4)**	**(58.6)**	-
KPERS Bonding	-	-	29.0	56.6	50.0
School Finance Estimate	-	-	17.5	13.0	60.0
Human Services Caseload Estimate	-	(36.4)	3.8	(6.5)	50.0
Governor's Budget Amendments (current action 5-08-2015)	-	-	(16.0)	(7.3)	0.0
Conference Committee Action (As of April 2, 2015)	-	(15.5)	61.5	80.3	-
Total Expenditures	$ 5,982.7	$ 6,253.2	$ 6,447.8	$ 6,496.9	$6,656.9
Ending Balance	$ 379.8	$ 69.3	$ 41.6	$ 137.4	$ 147.5
Ending Balance as a % of Expenditures	6.3%	1.1%	0.6%	2.1%	2.2%