

**Table 1**  
**ESTIMATES OF GENERAL FUND TAX REVENUE**

(in thousands of dollars)

TYPE OF TAX	ACTUAL		ESTIMATED						
	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009
General Excise & Use 1/	\$1,640,039	\$1,612,333	\$1,755,161	\$1,830,774	\$1,923,704	\$2,016,261	\$2,110,919	\$2,205,527	\$2,308,181
Income - Individual 2/ & 7/	1,104,607	1,071,239	1,031,302	1,153,231	1,244,056	1,315,347	1,399,617	1,479,206	1,566,413
Income - Corporation	60,793	45,477	2,027	18,758	27,728	26,603	63,192	67,609	72,769
Public Service Company	134,583	93,406	106,194	118,259	129,820	141,073	152,124	163,089	174,072
Insurance Premiums	72,113	67,941	62,489	59,749	58,393	57,393	64,628	72,685	79,455
Tobacco & Licenses 3/	55,074	64,469	74,438	84,953	91,541	93,592	95,656	97,783	99,829
Liquor & Permits	37,783	39,091	40,790	42,294	43,590	44,839	46,131	47,437	48,725
Banks & Other Fin Corps 4/	(2,794)	5,164	9,065	11,883	13,985	15,325	16,332	16,829	17,506
Inheritance & Estate 5/	17,541	16,624	13,257	9,191	4,827	-	-	-	-
Miscellaneous	7,272	5,515	5,732	5,973	6,132	6,319	6,548	6,797	7,041
Transient Accommodation Tax 6/	30,649	27,271	4,400	8,400	10,528	11,095	11,700	12,338	12,983
<b>NET TOTAL</b>	<b>\$3,157,660</b>	<b>\$ 3,048,530</b>	<b>\$ 3,104,855</b>	<b>\$ 3,343,465</b>	<b>\$ 3,554,304</b>	<b>\$ 3,727,847</b>	<b>\$ 3,966,847</b>	<b>\$ 4,169,300</b>	<b>\$ 4,386,974</b>
<b>GROWTH RATE</b>	<b>6.2%</b>	<b>-3.5%</b>	<b>1.8%</b>	<b>7.7%</b>	<b>6.3%</b>	<b>4.9%</b>	<b>6.4%</b>	<b>5.1%</b>	<b>5.2%</b>

Notes:

1/ FY03 includes \$20 million, estimated spillover from June 30, 2002 falling on a weekend.

2/ Act 157, SLH 1998, lowered income tax rates on January 1, 1999; January 1, 2001; and January 1, 2002.

3/ Act 246, SLH 2002, raises the cigarette tax to 6 cents each on October 1, 2002; to 6.5 cents on July 1, 2003; and to 7 cents on July 1, 2004.

4/ Act 182, SLH 1999, transferred \$2.5 million of the franchise tax to the Compliance Resolution Fund in FY2000 and FY2001. Act 28, SLH 2001, reduced the transfer to \$2.0 million effective July 1, 2001.

5/ Federal Economic Growth and Tax Relief Act of 2001 phases out the federal estate tax and the state credit.

6/ Deposits of 44.8% of TAT revenues to counties (Act 156, SLH 1998); 32.6% to tourism special fund and 5.3% to TAT trust fund (Act 250, SLH 2002); 17.3% to convention center enterprise fund (Act 253, SLH 2002); all net of general fund deposits of excess

7/ Act 190, SLH 2002, reduces the income tax underpayment threshold to 60%, from 90%, of actual tax liability for taxpayers with adjusted gross income over \$50,000 effective January 1, 2003.

**Table 2**  
**ESTIMATES OF GENERAL FUND TAX REVENUE**  
**Showing Adjustments**

(in thousands of dollars)

TYPE OF TAX	ACTUAL		ESTIMATED						
	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009
General Excise & Use	\$1,640,039	\$1,612,333	\$1,735,161	\$1,830,774	\$1,923,704	\$2,016,261	\$2,110,919	\$2,205,527	\$2,308,181
Income - Individual	1,137,250	1,119,316	1,192,338	1,267,148	1,344,128	1,420,453	1,498,412	1,575,149	1,660,707
Income - Corporation	100,898	80,717	85,227	90,658	95,128	97,603	99,692	100,109	102,069
Public Service Company	134,583	93,406	106,194	118,259	129,820	141,073	152,124	163,089	174,072
Insurance Premiums	72,113	73,941	75,489	77,049	78,693	80,293	81,928	83,585	85,255
Tobacco & Licenses	55,074	64,469	67,600	69,813	71,810	73,861	75,925	78,052	80,098
Liquor & Permits	37,783	39,091	40,790	42,294	43,590	44,839	46,131	47,437	48,725
Banks & Other Fin Corps	(294)	7,164	11,065	13,883	15,985	17,325	18,332	18,829	19,506
Inheritance & Estate	17,541	16,624	17,676	18,382	19,307	20,200	21,145	22,130	23,143
Miscellaneous	7,272	5,515	5,732	5,973	6,132	6,319	6,548	6,797	7,041
Transient Accommodation Tax	177,164	157,634	174,216	188,118	198,641	209,348	220,760	232,794	244,960
<b>GROSS TOTAL</b>	<b>\$ 3,379,423</b>	<b>\$ 3,270,210</b>	<b>\$ 3,511,488</b>	<b>\$ 3,722,351</b>	<b>\$ 3,926,938</b>	<b>\$ 4,127,575</b>	<b>\$ 4,331,916</b>	<b>\$ 4,533,498</b>	<b>\$ 4,753,757</b>
<b>GROWTH RATE</b>	<b>5.7%</b>	<b>-3.2%</b>	<b>7.4%</b>	<b>6.0%</b>	<b>5.5%</b>	<b>5.1%</b>	<b>5.0%</b>	<b>4.7%</b>	<b>4.9%</b>
<b>ADJUSTMENTS</b>									
Individual Tax Credits	(32,643)	(48,077)	(83,900)	(70,200)	(53,700)	(56,100)	(47,100)	(41,600)	(37,000)
Corporation Tax Credits	(40,105)	(35,240)	(83,200)	(71,900)	(67,400)	(71,000)	(36,500)	(32,500)	(29,300)
Insurance Companies - High Tech Credit		(6,000)	(13,000)	(17,300)	(20,300)	(22,900)	(17,300)	(10,900)	(5,800)
Weekend Effects 1/			20,000						
Income Tax Reduction 2/			(41,136)	(43,717)	(46,372)	(49,006)	(51,695)	(54,343)	(57,294)
Cigarette Tax Increment 3/			6,838	15,140	19,731	19,731	19,731	19,731	19,731
Compliance Resolution Fund 4/	(2,500)	(2,000)	(2,000)	(2,000)	(2,000)	(2,000)	(2,000)	(2,000)	(2,000)
Fed Econ Growth & Tax Relief Act 5/			(4,419)	(9,191)	(14,480)	(20,200)	(21,145)	(22,130)	(23,143)
TAT 6/	(146,515)	(130,363)	(169,816)	(179,718)	(188,113)	(198,253)	(209,060)	(220,456)	(231,977)
Individual Declaration of Est. Tax 7/			(36,000)						
<b>NET TOTAL</b>	<b>\$ 3,157,660</b>	<b>\$ 3,048,530</b>	<b>\$ 3,104,855</b>	<b>\$ 3,343,465</b>	<b>\$ 3,554,304</b>	<b>\$ 3,727,847</b>	<b>\$ 3,966,847</b>	<b>\$ 4,169,300</b>	<b>\$ 4,386,974</b>
<b>GROWTH RATE</b>	<b>6.2%</b>	<b>-3.5%</b>	<b>1.8%</b>	<b>7.7%</b>	<b>6.3%</b>	<b>4.9%</b>	<b>6.4%</b>	<b>5.1%</b>	<b>5.2%</b>

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