GENERAL FUND TAX REVENUES, AIDS AND CREDITS

February 2016 Forecast & Governor's Supplemental Budget Recomi

(Including non-general fund change items)

Note: Revenues: positive change indicates revenue increase/Aids & Credits: positive change indicates expenditure increase

Line	Dollars in Thousands	Closed 2-16 Fcst FY 2014-15	Governor 2-16 Fcst FY 2016	Governor 2-16 Fcst FY 2017	Governor 2-16 Fcst FY 2016-17	Governor 2-16 Fcst FY 2018	Governor 2-16 Fcst FY 2019	Governor 2-16 Fcst FY 2018-19
1	**GENERAL FUND TAX REVENUES**							
2	**FORECAST AND TOTALS**							
3	**Individual Income Tax**	**20,063,035**	**10,715,600**	**11,146,000**	**21,861,600**	**11,814,600**	**12,400,800**	**24,215,400**
4	Individual Income Tax	22,729,414	12,126,900	12,692,600	24,819,500	13,402,300	14,126,100	27,528,400
5	Individual Income Tax Refunds	(2,666,379)	(1,411,300)	(1,546,600)	(2,957,900)	(1,587,700)	(1,725,300)	(3,313,000)
7								
8								
9	*Child and dependent care credit expansion*	*0*	*0*	*(46,800)*	*(46,800)*	*(51,300)*	*(55,700)*	*(107,000)*
10	*K-12 credit expansion*	*0*	*0*	*(5,700)*	*(5,700)*	*(5,800)*	*(5,900)*	*(11,700)*
11	*Working family credit expansion*	*0*	*0*	*(39,400)*	*(39,400)*	*(40,800)*	*(43,100)*	*(83,900)*
12	*Federal conformity (see also corporate franchise tax change)*	*0*	*(20,750)*	*(6,605)*	*(27,355)*	*10,955*	*(3,860)*	*7,095*
13	*Subtotal: Individual income tax changes*	*0*	*(20,750)*	*(98,505)*	*(119,255)*	*(86,945)*	*(108,560)*	*(195,505)*
14								
15	**Corporate Franchise Tax**	**2,733,484**	**1,324,495**	**1,226,559**	**2,551,054**	**1,241,368**	**1,303,006**	**2,544,374**
16	Corporate Franchise Tax	3,058,728	1,512,762	1,422,348	2,935,110	1,456,715	1,488,243	2,944,958
17	Corporate Franchise Tax Refunds	(325,244)	(188,267)	(195,789)	(384,056)	(215,347)	(185,237)	(400,584)
19								
20								
21	*Corporate Changes*							
22	*Include non-admitted insurance co in the combined unitary business return*	*0*	*0*	*2,000*	*2,000*	*2,000*	*2,000*	*4,000*
23	*Accelerate gain on sale of business*	*0*	*0*	*1,100*	*1,100*	*2,200*	*3,300*	*5,500*
24	*Exclude the sale of derivatives from the apportionment sales factor*	*0*	*0*	*0*	*0*	*0*	*0*	*0*
25	*Exclude dividends received from debt-financed stock to calc. dividend received*	*0*	*0*	*100*	*100*	*100*	*100*	*200*
26	*Modify defn. of a financial institution*	*0*	*0*	*5,000*	*5,000*	*5,000*	*5,000*	*10,000*
27	*Economic substance doctrine*	*0*	*0*	*0*	*0*	*300*	*1,500*	*1,800*
28	*Establish a base year %-age for the research credit*	*0*	*0*	*(900)*	*(900)*	*(900)*	*(900)*	*(1,800)*
29	*Federal conformity (see also individual income tax change)*	*0*	*(3,050)*	*13,235*	*10,185*	*13,490*	*4,345*	*17,835*
30	*Subtotal: Corporate Tax Changes*	*0*	*(3,050)*	*20,535*	*17,485*	*22,190*	*15,345*	*37,535*
31								
32	**Sales Tax**	**10,174,165**	**5,233,977**	**5,485,393**	**10,719,370**	**5,792,128**	**6,056,395**	**11,848,523**
33	Sales Tax	10,991,487	5,582,534	5,711,603	11,294,137	5,966,171	6,223,853	12,190,024
34	Sales Tax Refunds and other Offsets	(819,496)	(350,243)	(228,229)	(578,472)	(176,483)	(170,502)	(346,985)
35	MPLS Sales Tax to MSFA	2,174	1,686	2,019	3,705	2,440	3,044	5,484
36								
37	*Solid waste mngmt tax language rate*	*0*	*0*	*120*	*120*	*140*	*140*	*280*
38								
39	**Statewide Property Taxes**	**1,673,634**	**841,080**	**847,399**	**1,688,479**	**857,110**	**876,888**	**1,733,998**
40								
41	*Modernize Railroad Property Tax*	*0*	*0*	*0*	*0*	*13,250*	*23,760*	*37,010*
42								
43	**Estate Tax**	**322,725**	**179,900**	**161,400**	**341,300**	**159,900**	**158,000**	**317,900**
44	Estate Tax	363,165	189,000	170,000	359,000	168,000	166,000	334,000
45	Estate Tax Refunds	(40,440)	(9,100)	(8,600)	(17,700)	(8,100)	(8,000)	(16,100)
46								
47	*Recapture Tax related to Eminent Domain*	*0*	*(50)*	*(50)*	*(100)*	*(50)*	*(50)*	*(100)*
48								
49	**Alcoholic Beverage Tax**	**168,196**	**86,060**	**87,790**	**173,850**	**89,530**	**91,330**	**180,860**
50	Alcoholic Beverage Tax	169,773	86,790	88,520	175,310	90,280	92,080	182,360
51	Alcoholic Beverage Tax Refunds	(1,577)	(730)	(730)	(1,460)	(750)	(750)	(1,500)
52								
53	**Cigarette & Tobacco Products Tax**	**1,229,164**	**629,170**	**635,660**	**1,264,830**	**638,810**	**641,840**	**1,280,650**
54	Cigarette & Tobacco Products Tax	1,256,052	638,720	645,360	1,284,080	648,610	651,740	1,300,350
55	Cigarette & Tobacco Products Tax Refunds	(26,888)	(9,550)	(9,700)	(19,250)	(9,800)	(9,900)	(19,700)
56								
57	*Tobacco smugglers compliance*	*0*	*0*	*1,325*	*1,325*	*1,325*	*1,325*	*2,650*
58								
59								
60	**Taconite Occupation Tax**	**32,424**	**2,300**	**2,500**	**4,800**	**3,000**	**3,000**	**6,000**
61	**Mortgage Registry Tax**	**200,777**	**107,698**	**108,080**	**215,778**	**112,775**	**114,800**	**227,575**
62	**Deed Transfer Tax**	**187,142**	**109,427**	**120,173**	**229,600**	**127,379**	**130,029**	**257,408**
63	**Insurance Gross Earn / Fire Marshall**	**698,189**	**362,669**	**374,309**	**736,978**	**387,205**	**400,530**	**787,735**
64	Insurance Gross Earn / Fire Marshall	705,439	365,669	377,309	742,978	390,205	403,530	793,735
65	Insurance Gross Earn / Fire Marshall Refunds	(7,250)	(3,000)	(3,000)	(6,000)	(3,000)	(3,000)	(6,000)
66	**Lawful Gambling Tax - Feb12 Base***	**73,800**	**36,900**	**36,900**	**73,800**	**36,900**	**36,900**	**73,800**
67	**Lawful Gambling Tax - Stadium (Incl. Refunds)**	**18,466**	**18,050**	**20,750**	**38,800**	**22,500**	**24,200**	**46,700**
68	**Controlled Substance Tax**	**1**	**5**	**5**	**10**	**5**	**5**	**10**
69	**Other Gross Earnings**	**102**	**50**	**50**	**100**	**50**	**50**	**100**
70	**Medical Assistance Surcharges**	**575,469**	**274,307**	**274,307**	**548,614**	**274,307**	**274,307**	**548,614**
71	**Motor Vehicle Registration Tax**	**1,352**	**650**	**650**	**1,300**	**650**	**650**	**1,300**
78	**Other Tax Refunds**	**(11,622)**	**(5,205)**	**(5,855)**	**(11,060)**	**(6,055)**	**(6,055)**	**(12,110)**
79								
80	**Non-tax Revenue**							
81	*Department earnings - Tobacco smugglers compliance*	*0*	*0*	*801*	*801*	*801*	*801*	*1,602*

GENERAL FUND TAX REVENUES, AIDS AND CREDITS

February 2016 Forecast & Governor's Supplemental Budget Recom

(Including non-general fund change items)

Note: Revenues: positive change indicates revenue increase/Aids & Credits: positive change indicates expenditure increase

Line	Dollars in Thousands	Closed 2-16 Fcst FY 2014-15	Governor 2-16 Fcst FY 2016	Governor 2-16 Fcst FY 2017	Governor 2-16 Fcst FY 2016-17	Governor 2-16 Fcst FY 2018	Governor 2-16 Fcst FY 2019	Governor 2-16 Fcst FY 2018-19
82								
83	TOTAL TAX REVENUES	38,140,503	19,917,133	20,522,070	40,439,203	21,552,162	22,506,675	44,058,837
84								
85	*TOTAL TAX REVENUE CHANGES*		*(23,850)*	*(75,774)*	*(99,624)*	*(49,289)*	*(67,239)*	*(116,528)*
93								
94								
95								
96								
97	**NON-GENERAL FUND ITEMS**							
98	**Highway Users Tax Distribution**							
99	*Compressed natural gas defn*	-	*0*	*(100)*	*(100)*	*(110)*	*(110)*	*(220)*
100	**Environmental Fund**							
101	*Amend solid waste management tax*	-	*0*	*280*	*280*	*320*	*330*	*650*
102								
103	*TOTAL NON-GENERAL FUND CHANGES*	-	*0*	*280*	*280*	*320*	*330*	*650*
104								
105								
106								
107								
108								
109	**PROPERTY TAX AIDS AND CREDITS**							
110	**REFUNDS**							
111	Property Tax Refund - Homeowners	680,679	414,800	423,400	838,200	434,600	441,700	876,300
112	Property Tax Refund - Renters	412,709	221,400	224,800	446,200	229,600	234,600	464,200
113	Property Tax Refund - Targeting	2,622	4,904	7,890	12,794	5,000	5,000	10,000
114	Forest Land Credits	10,478	5,290	5,540	10,830	5,720	5,910	11,630
119	Property Tax Refunds Subtotal	1,106,488	646,394	661,630	1,308,024	674,920	687,210	1,362,130
120								
121	*PTR Interaction: Modernize rail property tax*	*0*	*0*	*0*	*0*	*0*	*(3,140)*	*(3,140)*
122	*PTR Interaction: Home office deduction*	*0*	*0*	*(250)*	*(250)*	*(330)*	*(420)*	*(750)*
123								
124	Political Contribution Refunds	7,107	1,200	0	1,200	3,500	4,500	8,000
125	Tax Refund Interest (Open)	25,696	11,000	11,500	22,500	12,000	12,500	24,500
127								
128	**LOCAL AIDS**							
129	City Aid	934,955	516,926	519,398	1,036,324	519,398	519,398	1,038,796
130								
131	*Onetime LGA increase*	*0*	*0*	*21,500*	*21,500*	*0*	*0*	*0*
132								
133	County Program Aid	371,805	209,969	208,563	418,532	208,457	208,454	416,911
134								
135	*Onetime CPA increase*	*0*	*0*	*25,000*	*25,000*	*0*	*0*	*0*
136								
137								
138	Local Impact Notes / Public Defender	934	714	714	1,428	714	714	1,428
139	Payments to Counties w/ Indian Casinos	2,532	1,260	1,272	2,532	1,272	1,272	2,544
140								
141	Cnty AIS Prevention Aid (2014, Ch308)	4,500	10,000	10,000	20,000	10,000	10,000	20,000
142	Debt Service Aid - L&C Joint Pwrs. Brd. (2014, Ch308)	0	0	1,100	1,100	2,200	2,200	4,400
143								
144	Township Aid	9,996	10,000	10,000	20,000	10,000	10,000	20,000
145								
146	Disparity Reduction Aid	36,634	18,073	18,079	36,152	18,079	18,079	36,158
147	To School Districts	16,212	7,930	7,936	15,866	7,936	7,936	15,872
148	To Cities, Counties, Towns	20,422	10,143	10,143	20,286	10,143	10,143	20,286
149								
150	**PROPERTY TAX CREDITS**							
151	Homestead Market Value Credit	21	0	0	0	0	0	0
152	To School Districts	21	0	0	0	0	0	0
153	To Cities, Counties, Towns	0	0	0	0	0	0	0
154								
155	Agric. Market Value Homestead Credit	62,500	38,751	39,055	77,806	39,059	39,059	78,118
156	To Indv'ls (2014, Ch308)	16,643	0	0	0	0	0	0
157	To School Districts	10,370	8,425	8,835	17,260	8,839	8,839	17,678
158	To Cities, Counties, Towns	35,487	30,326	30,220	60,546	30,220	30,220	60,440
159								
160	Border City Disparity Credit	15,481	9,905	11,825	21,730	12,213	12,583	24,796
161	To School Districts	3,052	1,827	2,157	3,984	2,251	2,320	4,571
162	To Cities, Counties, Towns	12,429	8,078	9,668	17,746	9,962	10,263	20,225
163								
164	Prior Year Credit Adjustments	182	119	17	136	17	17	34
165	To School Districts	26	0	0	0	0	0	0
166	To Cities, Counties, Towns	156	119	17	136	17	17	34
167								
168	Disaster Credit	866	17	63	80	124	125	249
169	To School Districts	162	5	13	18	24	25	49
170	To Cities, Counties, Towns	704	12	50	62	100	100	200
171								
172	Agricultural Preserves Credit	0	0	309	309	658	670	1,328
173	To School Districts	0	0	99	99	218	230	448
174	To Cities, Counties, Towns	0	0	210	210	440	440	880
175								
176	Bovine TB Credit	62	0	0	0	0	0	0
177								

GENERAL FUND TAX REVENUES, AIDS AND CREDITS
February 2016 Forecast & Governor's Supplemental Budget Recomi
(Including non-general fund change items)

Note: Revenues: positive change indicates revenue increase/Aids & Credits: positive change indicates expenditure increase

Line	Dollars in Thousands	Closed 2-16 Fcst FY 2014-15	Governor 2-16 Fcst FY 2016	Governor 2-16 Fcst FY 2017	Governor 2-16 Fcst FY 2016-17	Governor 2-16 Fcst FY 2018	Governor 2-16 Fcst FY 2019	Governor 2-16 Fcst FY 2018-19
178	**TACONITE TAX RELIEF AREA AIDS & CREDITS**							
179	Taconite Aid Reimbursement (School)	1,122	561	561	1,122	561	561	1,122
180	Suppl. Taconite Hmsted Relief (Non-School)	10,569	5,320	5,372	10,692	5,426	5,480	10,906
182								
183	Repl. Taconite Prod. Tax Red. (TR OUT IRRRB)	7,129	3,655	3,385	7,040	3,332	3,685	7,017
184	Repl. Taconite Prod. Tax Red.	10,137	4,798	4,594	9,392	4,440	4,530	8,970
185								
186	**LOCAL PENSION AIDS**							
187	Aid to Police & Fire	183,508	98,474	103,170	201,644	106,977	110,918	217,895
188	Police State Aid	123,803	66,088	69,359	135,447	72,014	74,763	146,777
189	Fire State Aid	52,071	28,321	29,563	57,884	30,567	31,605	62,172
190	Insurance Surcharge Aid	7,634	4,065	4,248	8,313	4,396	4,550	8,946
191								
192	PERA Pension Aid	28,333	14,090	14,043	28,133	13,997	13,950	27,947
193	Local Police/Fire Amort. Aid (Open)	5,458	2,729	2,729	5,458	2,729	2,729	5,458
194	Redistribution Amort. Aid (TRFA + St. Paul)	4,188	2,094	2,094	4,188	2,094	2,094	4,188
196	Firefighters Relief Reimbursements (Open)	1,183	623	623	1,246	623	623	1,246
197	Police-Fire Retirement Supp. Aid (2013, Ch143)	30,996	15,500	15,500	31,000	15,500	15,500	31,000
198								
199	Fire/EMS Vol. Ret. Stipend Aid Pilot (2014, Ch308)	0	1,550	1,630	3,180	1,710	0	1,710
200								
201	**OTHER**							
202	Senior Deferral Reimbursement	[848]	[(132)]	[79]	[(53)]	[38]	[(1)]	[37]
203	Reimbursement	[2,791]	[1,216]	[1,156]	[2,372]	[1,098]	[1,043]	[2,141]
204	Repayment	[(1,943)]	[(1,348)]	[(1,077)]	[(2,425)]	[(1,060)]	[(1,044)]	[(2,104)]
205								
206	*Senior deferral reimbursement enhancement*	*0*	*0*	*0*	*0*	*150*	*210*	*360*
207								
208								
209	PILT DNR and DOT	62,407	31,656	31,881	63,537	37,980	38,205	76,185
210	PILT Wildlife Mngmt Lands Correct (14, Ch308)	0	0	0	0	0	0	0
211								
212	Utility Transition Credit (Non-School)	782	350	1	351	1	1	2
213	Mahnomen LUG / School Adjustments	2,400	1,200	1,200	2,400	1,200	1,200	2,400
214								
215	Transition Aid for Bus. Prod. Prop (2014, Ch308)	0	0	127	127	102	81	183
216								
217	Local Option Flood Abatement	467	40	80	120	80	80	160
218	Local Option Abatement Reimb. (School)	331	17	19	36	20	20	40
219	Disaster Ass't: City Tax Base Rep. (10. SS2, Ch. 1)	0			0			0
220	Performance Measurement	804	397	399	796	402	404	806
229	Flood Aid City Tax Base Replacement (2012, SS1, Ch.1)	80	0	0	0	0	0	0
235	Moose Lake Assess Reimbursement (2013, Ch 143)	2,000	0	0	0	0	0	0
236	Aid for City of Mpls Debt Service (2013, Ch 143)	0	0	3,720	3,720	3,720	3,720	7,440
237	Bloomington Infrastructure Proj. - F.D. (2013, Ch 143)	0	4,820	4,520	9,340	4,860	4,860	9,720
238	Grtr MN Intern Prog - DOR Trans to OHE (2013, Ch 143)	0	20	20	40	20	20	40
239								
240	DOR Admin							
241	*K-12 credit expansion*	*0*	*0*	*400*	*400*	*400*	*400*	*800*
242	*Cigarette smuggling*	*0*	*0*	*1,036*	*1,036*	*1,036*	*1,036*	*2,072*
243	*Federal conformity*	*0*	*1,612*	*35*	*1,647*	*35*	*35*	*70*
244	*Railroad modernization*	*0*	*0*	*224*	*224*	*56*	*56*	*112*
245								
246	TAX AIDS AND CREDITS FORECAST TOTAL	2,931,653	1,662,222	1,689,193	3,351,415	1,718,385	1,735,442	3,453,827
247								
248	*TAX AIDS AND CREDITS CHANGE TOTAL*		*1,612*	*47,945*	*49,557*	*1,347*	*(1,823)*	*(476)*