

## TRIGGERED EXPENDITURES AND TAX REDUCTIONS <sup>1/</sup>

(\$ in Thousands)

	<b>Total FY 2000</b>	FY 2000 Cost in FY 2001	New <sup>2/</sup> FY 2001	<b>Total FY 2001</b>	<b>FY 2000-01 Biennium Total</b>
<i>Triggered Expenditures:</i>					
Vehicle Emission Inspection	\$1,500.0	-	-	-	\$1,500.0
DOA Building Renewal	3,403.4	-	-	-	3,403.4
Growing Smarter	1,000.0	-	-	-	1,000.0
Lottery Advertising	1,500.0	-	-	-	1,500.0
Project Challenge	1,920.0	-	-	-	1,920.0
K-12 Base Support	20,000.0	20,000.0 <sup>3/</sup>	20,000.0	40,000.0	60,000.0
Personal Property Tax <sup>4/</sup>	-	2,470.0	-	2,470.0 <sup>5/</sup>	2,470.0
VLT - GF Reimbursement to SHF <sup>6/</sup>	-	7,443.6	9,304.5	16,748.1 <sup>7/</sup>	16,748.1
VLT - GF Reimbursement to LTAF <sup>8/</sup>	-	-	4,652.3	4,652.3 <sup>9/</sup>	4,652.3
<i>Subtotal - Expenditures</i>	<u>29,323.4</u>	<u>29,913.6</u>	<u>33,956.8</u>	<u>63,870.4</u>	<u>93,193.8</u>
<i>Triggered Tax Reductions:</i>					
Mining Severance Tax	4,667.0	8,000.0	-	8,000.0	12,667.0
Corporate Tax Rate to 7% <sup>10/</sup>	-	32,000.0	-	32,000.0 <sup>11/</sup>	32,000.0
R and D Tax Credit Cap <sup>10/</sup>	-	5,000.0	-	5,000.0 <sup>12/</sup>	5,000.0
Personal Property Tax <sup>10/</sup>	-	30.0	-	30.0 <sup>5/</sup>	30.0
VLT Rate Reductions <sup>13/</sup>	15,000.0	20,000.0	-	20,000.0	35,000.0
<i>Subtotal - Tax Reductions</i>	<u>19,667.0</u>	<u>65,030.0</u>	<u>-</u>	<u>65,030.0</u>	<u>84,697.0</u>
<b>Total Triggers</b>	<b><u>\$48,990.4</u></b>	\$94,943.6	\$33,956.8	<b><u>\$128,900.4</u></b>	<b><u>\$177,890.8</u></b>

1/ The triggers were originally authorized by Laws 1999, Chapter 5, 1st Special Session. Technical corrections were subsequently enacted in Laws 2000, Chapter 48.

2/ All new FY 2001 triggers will be fully implemented if state General Fund revenue in FY 2000 exceeds \$5,836,350,500. Currently, the JLBC Staff forecasts General Fund revenue collections of \$5,942,112,500 in FY 2000. Based on this revenue projection, all listed FY 2001 triggers will be implemented.

3/ Laws 2000, Chapter 48 continues this appropriation to the Department of Education.

4/ This tax reduction will mostly take the form of an expenditure. This local tax reduction will increase the cost of K-12 Basic State Aid.

5/ The expenditure and tax reduction combined will cost an additional \$2,500,000 in FY 2002.

6/ This tax reduction will take the form of an expenditure. The tax reduction will reduce proceeds to the State Highway Fund (SHF). A General Fund appropriation will reimburse the State Highway Fund for this lost revenue.

7/ Costs an additional \$8,300,000 in FY 2002.

8/ This tax reduction will take the form of an expenditure. The tax reduction will reduce proceeds to the Local Transportation Assistance Fund (LTAF). A General Fund appropriation will reimburse LTAF for this lost revenue.

9/ Costs an additional \$2,400,000 in FY 2002.

10/ Part of the FY 2000 triggers, but will not have a cost until FY 2001.

11/ Costs an additional \$32,000,000 in FY 2002.

12/ Costs an additional \$5,000,000 in FY 2002.

13/ Vehicle License Tax (VLT).