

Governor Kelly Comprehensive Tax Plan Proposal Fiscal Impact

All numbers in millions

All scenarios assume school finance fund is backfilled with SGF

Governor Kelly Comprehensive Tax Plan Proposal April 24, 2024					
Policy	FY25	FY26	FY27	FY28	FY29
Axe the Tax Pull Forward of Start Date (07/01/24)	63.5	-	-	-	-
3 tiers, drop top rate; rates to 5.65% / 5.20% / 3.00%, Standard deduction to \$10k/\$7.5k/\$5k, No Indexing; Personal Exemption to \$2,400	193.9	150.7	152.3	153.8	155.3
Social Security Immediate Elimination	152.1	120.7	124.4	128.1	131.9
Residential Exemption to \$125,000 keep statewide school finance mill levy at 20.0 No Indexing *	109.2	105.8	102.2	98.3	94.2
Bank Privilege Fee Reduction	6.5	3.7	3.7	3.7	3.7
Total SGF Only Impact	525.2	380.9	382.6	383.9	385.1
Child and Dependent Care Tax Credit to 100% of Federal Allowance	18.0	18.0	18.0	18.0	18.0
HB 2098	16.8	19.2	28.5	29.6	29.9
Total SGF Only Impact All Bills	560.0	418.1	429.1	431.5	433.0

* This is an all funds impact; the school district finance fund will see its balance grow, based on the demand transfer language; this assumes we will use that to offset SGF costs for K-12