

COST ESTIMATES OF AMENDMENTS TO HOUSE BILL 377 (in \$ Millions)

Amendment	Sponsor	Tax	Brief Description	Eff. Date	2008-09 Costs	Fully Phased-In Costs	Comments
A05040	Reed	CNIT	Adoption of Single Sales Factor.	2008	\$96.5	\$104.8	
A04658	Boyd	Sales	Exclusion of building materials used in constructing animal production facilities.	2008	Unknown	Unknown	
A04951	Beyer	Credit	Creates New Diesel Technology Tax Credit.	July, 2008	Unknown	Unknown	\$5,000 tax credit per new diesel vehicle purchased before 2010. No cap in bill.
A05286	Taylor, R.	PIT	Reduces PIT to 2.99%		N/A	N/A	Quigley amendment (A05354) supercedes this amendment.
A05353	Brooks	CNIT	Rate reduction of CNIT as follows: 7.9% (2009), 7.7% (2010), 7.5% (2011), 7.3% (2012), 7.1% (2013), and 6.9% (2014).	2009-2014	148.8	804.5	
A04399	Perry	INH	Phase out Inheritance Tax by 2012	2009-2011	425.7	843.6	Fully Phased-In Costs are based on 2008-09 collections.
A04948	Nailor	Sales	Exempts sales of domestic animals from non-profit shelters from tax.	July 2008	Unknown	Unknown	Fiscal impact expected to be small.
A05287	Seip	CSFT	Increase floor from \$150K to \$300K	2008	61.3	67.2	
A05354	Quigley	PIT	Rate reduction 3.07% to 2.93% to 2.8%.	July 2008, January 2008	753.5	992.4	Fully Phased-In Costs are based on 2008-09 collections.
A05288	Gibbons	CNIT	Increases Net Operating Loss (NOL) carryforward limit to \$5M or 15% of taxable income.	2009	N/A	N/A	Turzai amendment (A05357) supercedes this amendment.
A05356	Cutler	PIT	Exempts combat pay from having PIT withheld.	July 2008	0	0	PIT not currently withheld from combat pay.
A04945	Saylor	Credit	Uncap R&D Tax Credit (currently \$40 million).	July 2008	81.0	81.0	
A05358	Boyd	Credit	Creates a Small Business Health Savings Account Tax Credit.	July 2008	0.0	30.0	Capped in legislation at \$30 million per year. Credit will not be awarded until Dec. 2009 (FY 09-10).
A04949	Ellis	Sales	Exempts downloaded software from tax.	July 2008	55.0	55.0	DOR estimate from 2006.
A04943	Scavello	GRT	Repeal cell phone tax.	2008	215.4	215.4	Collections increased by \$170 million when this was passed in 2004.
A05357	Turzai	CNIT	Uncap Net Operating Losses (NOLs)	2008	619.8	673.1	DOR found uncapping NOLs would cost \$411 million in 2000.
A04947	Phillips	Sales	Clarifies exemption of building materials used by non-profits whose business is construction.	July 2008	Unknown	Unknown	
A05326	Levdansky	Credit	Increases R&D Tax Credit to \$80 million.	2008	N/A	N/A	Saylor amendment (A04945) supercedes this amendment.

TOTAL \$2,402.0 \$3,812.0

Note: Costs do not include the cost of State Earned Income Credits, as originally proposed in HB 377. Estimates are Pennsylvania Budget and Policy Center calculations using Pennsylvania Department of Revenue data. Corporate net income estimates were calculated separately and do not reflect interaction between changes. This table is available from www.pennbpc.org.