

Compromise Path Forward With Business Tax Cuts

	2016	2017	
Costs			
Carryforward replacement	31.0	0.0	Allows carryforward of the 2015 revenue surplus at \$18 million.
Sununu Center	1.7	3.5	HHS, with the advice of At-Risk Youth Commission, will develop and submit to HHS Oversight and Fiscal a plan for a new approach to Sununu center by March.
Employee contract	3.0	9.0	
State police vehicles	0.5	0.5	
DOT winter maintenance	2.4	2.4	
Substance abuse	2.8	3.1	Move up implementation of substance abuse benefit for existing Medicaid population to January 2016; Provide additional funding to Governor's Commission to address such issues as expanding drug courts; Continue funding Senior Director of Substance Misuse and Behavioral Health.
Medicaid Preferred Drug List savings assumption	2.5	2.5	Restore Medicaid funding from an over-optimistic savings assumption.
House Bill 550	7.0	7.0	Will allow legislature to pay for implementing a law aimed at addressing concerns raised by HB 550. Actual cost will vary based on business activity per fiscal year.
Bus tax cuts BPT at 7.9, increases BET filing threshold for Gross Receipts to \$250,000 and for Enterprise Value Tax to \$150,000	3.0	9.3	Fully pays for reducing BET rate to 7.9 for tax year ending December 31, 2016 and increasing BET filing thresholds, reducing taxpayers by 5,500. Leaves any additional tax reductions to future legislatures.
DRED travel and tourism		0.5	Restores fully promised travel and tourism money in 17.
Route 106		3.0	Will allow DOT to move forward with first phase of Route 106 expansion.
Remove dedicated funds from 17		1.5	Moves state away from using dedicated funds.
Community colleges		2.5	Provides community college student tuition relief.
Medicaid expansion	0.3		Funds efforts to address legislature's Medicaid Expansion questions. Delays removing sunset for separate bill in January, ensures sufficient funding for expansion.
Dept of Corrections		1.7	Funds overtime needs at corrections in 17.
Economic Development Promotion	0.5	0.5	To be effective as an economic tool, reduction in Bus tax rates should be coupled with increased promotion ability for economic development.
TOTAL	54.7	47.0	
Revenue			
Cigarette tax	14.0	18.6	Effective 10/1 - 21 cent increase, plus e-cigarettes and parity for other tobacco products.
Taxpayer Protection and Fair Documentation	10.0	10.0	Increase safe harbor, allows multi-year review of compensation, revised auditing standards/protections.
Additional Revenue from restatement based on 15 actuals	13.2	13.6	Used CoC growth rates with 2015 final revenue numbers.
\$5 registration increase, increase title fees	12.6	16.8	Increase registration and title fees effective 10/1, move \$9 million of Safety expenses back to Highway funds in 1st year \$10 mil second year, pay for winter maintenance, Route 106.
Savings from Continued Resolution Delay	5.0		General Fund savings from Continuing resolution.
TOTAL	54.8	59.0	
Remainder:	0.2	12.0	