



Tax Policy Workgroup

OUTSTANDING ISSUES

Personal Income Tax

- 5.5% top marginal tax rate (revised rates, brackets and exemption)

Capital Gains

- Tax capital gains as ordinary income

Earned Income Tax Credit

- EITC at 15% of federal fully refundable

Estate Tax

- \$1.0 million exemption
- \$3.0 million exemption
- \$3.5 million exemption
- Eliminate estate tax

Sales Tax Base

- 5.0% rate with a minimal base expansion
- 5.0% rate with expanded base

Corporate Income Tax

- 8.0% without combined reporting
- 6.0% with combined reporting
- Eliminate corporate income tax

Property Tax

Other Issues