

6th Special Session Proposed Fiscal Impact

	FY 2010	FY 2011
Estimated Baseline Shortfall	(\$1,450,603,300)	(\$2,593,384,100)
Sales Tax Referral		
<u>Sales Tax Resolution - SCR 1001</u>	\$0	\$942,750,300 <u>1/</u>
Refers to voters a temporary 1-cent increase in the transaction privilege tax. If approved, the increase would become effective June 1, 2010 and expire May 31, 2013.		
<u>Special Election Authorization - SB 1001</u> <u>2/</u>	--	--
Authorizes a special election to consider SCR 1001 on May 18, 2010.		
Revenue		
<u>Out of State Filers - SB 1005</u>	0	22,000,000
Extend proration of income tax itemized deductions to the standard deduction.		
Lottery		
<u>Lottery Authorization - SB 1004</u>	--	--
Authorizes a new Lottery on July 1, 2012.		
State Financing		
<u>Lottery Bonding - SB 1003</u>	450,000,000	TBD <u>3/</u>
The State would issue bonds and use the General Fund share of future lottery proceeds for the debt service. <u>4/</u>		
<u>Asset Sale/Leaseback - SB 1003</u>	300,000,000	TBD <u>5/</u>
Would sell several State properties and lease them back over a 20 year period. This sale is above and beyond the sale and leaseback authorized by Laws 2009, 3rd Special Session, Chapter 6. <u>4/</u>		
Rollovers		
<u>K-12 Rollover - SB 1002</u>	350,000,000	--
Defers \$350 M worth of K-12 state aid payments until FY 2011.		
<u>Universities Rollover - SB 1002</u>	100,000,000	--
Defers \$100 M worth of General Fund payments until FY 2011.		
Total Solutions	\$1,200,000,000	\$964,750,300 <u>1/</u>
Revised Shortfall if 6th Special Session Enacted	(\$250,603,300)	(\$1,628,633,800) <u>1/</u>

1/ Revenue generated if sales tax increase is approved at the ballot. Solutions and shortfall estimates would need to be adjusted if the sales tax is not enacted.

2/ The special election itself will have no impact on the FY 2010 shortfall as the Secretary of State was appropriated \$8,346,900 for this purpose in the FY 2010 General Appropriation Act.

3/ FY 2011 debt service to be determined. It may range from \$20,000,000 - \$35,000,000 depending on terms of financing.

4/ Bill permits financing to be finalized in FY 2011, but the Executive intends to complete these transactions in FY 2010.

5/ FY 2011 debt service to be determined. It may range from \$14,000,000 - \$23,000,000 depending on terms of financing.