

Common ground:

Tax loophole closures supported by lawmakers and Governor

- 1. Decouple state business depreciation from feds: \$70 million (H-2007)**
- 2. Bad debt exemption for retailers: \$64 million (H-2007)**
- 3. Air and water pollution equipment: \$44.2 million (H-2007)**
- 4. Periodicals: \$35 million (H-2007)**
- 5. Vending machines: \$25 million-\$25.2 million (H-2007, Executive Budget 2005)**
- 6. Railroad credit: \$20 million (Executive Budget 2005)**
- 7. Copyrighted Motion Pictures: \$20 million (Executive Budget 2005)**
- 8. Tobacco bad debt deduction: \$17.7 million (H-2007)**
- 9. Interstate trucks and trailers: \$16.4 million (Executive Budget 2005)**
- 10. Communications and telephone/international calls/wide area telecommunications: \$15.4 million-\$21.9 million -\$59.8 million (H.S.-2005, Executive Budget 2005 , H-2007)**
- 11. Prohibit subsidiary out-of-state gains deduction: \$12.1 million (H.S.Gov-2005)**
- 12. Employee meals: \$8.4 million (H-2007)**
- 13. Aircraft parts: \$8 million (H-2007)**
- 14. Reduce small business credit: \$5.5 million (H.S. Gov-2005)**
- 15. Restrict credit/loss carry forward: \$5.5 million (H.S. Gov-2005)**
- 16. Oil and gas royalty: \$5 million (Executive Budget 2005)**
- 17. Eliminate insurance company exemption: \$3.3 million (H.S.Gov-2005)**
- 18. Marginal wells: \$2.2 million (Executive Budget 2005)**
- 19. Eliminate prison store exemption: \$0.7 -\$0.8 million (Executive Budget 2005, H.S.Gov-2005)**
- 20. Eliminate driver's education vehicle exemption: \$0.6 million (H.S.-2005)**
- 21. Reduce apprenticeship credit: \$0.6 million (H.S.Gov.-2005)**
- 22. Water softener and water cooler exemption: \$0.5 million (Executive Budget 2005)**

Total: \$380.1 million - \$424.8 million

Key:

- *Executive Budget 2005* – Part of Gov. Jennifer Granholm's executive budget recommendation for FY06
- *H-2007* – Passed House in 2007. Amount cited is from House Fiscal Agency analysis
- *H.S.-2005* – Passed the House and Senate in 2005. Amount cited is FY09 estimate from Senate Fiscal Agency analysis
- *H.S.Gov--2005* – passed both chambers in 2005 and signed by Granholm but was tie-barred to vetoed bill, HB 5107. Amount cited is FY09 estimate from Senate Fiscal Agency analysis

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