FAMILY COMMITTEE OPTIONS

		Preliminary Fiscal Impact (millions of dollars) FY 2005		
		State	**Local**	**Total**

Proposals to Eliminate or Reduce Gross Receipts Tax on Food:

		State	Local	Total
1.	**Deduction for Food Using Streamlined Sales Tax Definition with Selected Exclusions <1>**			
A.	State & Local Tax With No Specific Hold Harmless <2>	-48.3	-38.0	-86.3
B.	State & Local Tax With Individual Local Government Hold Harmless	-86.3	0.0	-86.3
C.	State Tax Only	-48.3	0.0	-48.3
2.	**Deduction for Food Using Selected Categories of "Staple" Foods <3>**			
A.	State & Local Tax With No Specific Hold Harmless <2>	-42.1	-32.9	-75.0
B.	State & Local Tax With Individual Local Government Hold Harmless	-75.0	0.0	-75.0
C.	State Tax Only	-42.1	0.0	-42.1
3.	**Deduction for Food Using Narrower Selected Categories of "Staple" Foods <4>**			
A.	State & Local Tax With No Specific Hold Harmless <2>	-26.5	-20.9	-47.4
B.	State & Local Tax With Individual Local Government Hold Harmless	-47.4	0.0	-47.4
C.	State Tax Only	-26.5	0.0	-26.5

Proposals to Eliminate, Reduce or Compensate for Gross Receipts Tax on Medical Services:

		State	Local	Total
4.	**Deduction for All Licensed Health Care Practitioners <5>**			
A.	State & Local Tax With No Specific Hold Harmless <2>	-40.6	-35.9	-76.5
B.	State & Local Tax With Individual Local Government Hold Harmless	-76.5	0.0	-76.5
C.	State Tax Only	-40.6	0.0	-40.6
5.	**Deduction for Physicians and Osteopathic Physicians**			
A.	State & Local Tax With No Specific Hold Harmless <2>	-26.1	-22.7	-48.8
B.	State & Local Tax With Individual Local Government Hold Harmless	-48.8	0.0	-48.8
C.	State Tax Only	-26.1	0.0	-26.1
6.	**Deduction for All Nursing Homes**			
A.	State & Local Tax With No Specific Hold Harmless <2>	-4.1	-3.7	-7.8
B.	State & Local Tax With Individual Local Government Hold Harmless	-7.8	0.0	-7.8
C.	State Tax Only	-4.1	0.0	-4.1

FAMILY COMMITTEE OPTIONS

		Preliminary Fiscal Impact (millions of dollars) FY 2005		
		State	Local	Total
7.	**Deduction for All Licensed Health Care Practitioners' Managed Care & Medicare "C" Receipts <6>**			
	A. State & Local Tax With No Specific Hold Harmless <2>	-21.4	-18.8	-40.2
	B. State & Local Tax With Individual Local Government Hold Harmless	-40.2	0.0	-40.2
	C. State Tax Only	-21.4	0.0	-21.4
8.	**Deduction for Medicare Receipts of Nursing Homes**			
	A. State & Local Tax With No Specific Hold Harmless <2>	-0.7	-0.5	-1.2
	B. State & Local Tax With Individual Local Government Hold Harmless	-1.2	0.0	-1.2
	C. State Tax Only	-0.7	0.0	-0.7
9.	**Provide Income Tax Credit for Health Care Expenditures (Alternative to Removing GRT)**			
	A. Refundable Credit for State & Local GRT on Licensed Health Care Practitioners	up to -76.5	0.0	up to -76.5
	B. Refundable Credit for State & Local GRT on Out-of-Pocket Costs for Nursing Home Care	-3.0	0.0	-3.0
	C. 25% Credit for Purchase of Long-Term Care Insurance	-7.0	0.0	-7.0

		Based on 2007 Rate Table		
Proposals to Improve the Fairness of the Income Tax :				
10.	**Provide Relief to Lower and Middle Income Taxpayers and Increase Progressivity**			
	A. Increase Personal Exemption Amount for All Taxpayers	-134.0	0.0	-134.0
	twice federal amount; could be scaled down			
	B. Increase Standard Deduction Amount for All Taxpayers	-66.0	0.0	-66.0
	1.5 times federal amount; could be scaled up or down			
11.	**Reduce Marriage Penalty by Increasing Brackets for Married Filing Joint Taxpayers to Equal Twice Brackets for Single Individuals**	-32.2	0.0	-32.2
12.	**Phase-Out Capital Gains Deduction for High-Income Taxpayers (above $200,000 adjusted gross income)**	+15 to +20	0.0	+15 to +20
13.	**Replace Low Income Comprehensive Tax Rebate (LICTR) with a Family and Individual Rebate (FAIR)**	-35 to -40	0.0	-35 to -40

estimated cost by NM Voices for Children; amount would be reduced if tax on food or medical services is reduced or removed and basic rebate amounts could be scaled down