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## *Detailed Fiscal Analysis*

The bill reduces estate tax rates by 36 percent and phases out the state share of estate tax revenues over a five year period. The reduced rates will reduce total estate tax revenues collected. The phase-down of the state share will offset the decrease in revenues to municipal corporations and townships. When the new estate tax structure is fully phased-in, the state will receive no revenues from the estate tax and revenues to municipal corporations and townships will be the same as under the current structure. The magnitude of loss to the state depends on the growth in the value of estates and the number of estates. The estimates presented below assume a 2.3 percent growth in aggregate estate values. All dollar amounts are in millions.

Fiscal Year	Current Rate Structure			SB 108 Proposed			Changes in Revenues		
	Total	State	Local	Total	State	Local	Total	State	Local
1999	319.4	115.0	204.4	319.4	115.0	204.4	0.0	0.0	0.0
2000	326.8	117.6	209.1	303.2	94.3	208.9	-23.5	-23.3	-0.2
2001	334.3	120.4	214.0	286.2	72.1	214.0	-48.2	-48.2	0.1
2002	342.0	123.1	218.9	268.1	49.3	218.8	-73.9	-73.8	-0.1
2003	349.9	126.0	223.9	249.1	25.2	223.9	-100.8	-100.8	0.0
2004	357.9	128.8	229.1	229.0	0.0	229.0	-128.9	-128.8	0.0

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