

The Florida Senate
COMMITTEE MEETING EXPANDED AGENDA

BUDGET SUBCOMMITTEE ON FINANCE AND TAX

Senator Bogdanoff, Chair

Senator Altman, Vice Chair

MEETING DATE: Thursday, January 26, 2012

TIME: 9:00 —10:00 a.m.

PLACE: 301 Senate Office Building

MEMBERS: Senator Bogdanoff, Chair; Senator Altman, Vice Chair; Senators Alexander, Gardiner, Margolis, Norman, and Sachs

TAB	BILL NO. and INTRODUCER	BILL DESCRIPTION and SENATE COMMITTEE ACTIONS	COMMITTEE ACTION
1	Presentation of the Governor's Tax Recommendations		Presented
2	Other Related Meeting Documents		

GOVERNOR RICK SCOTT

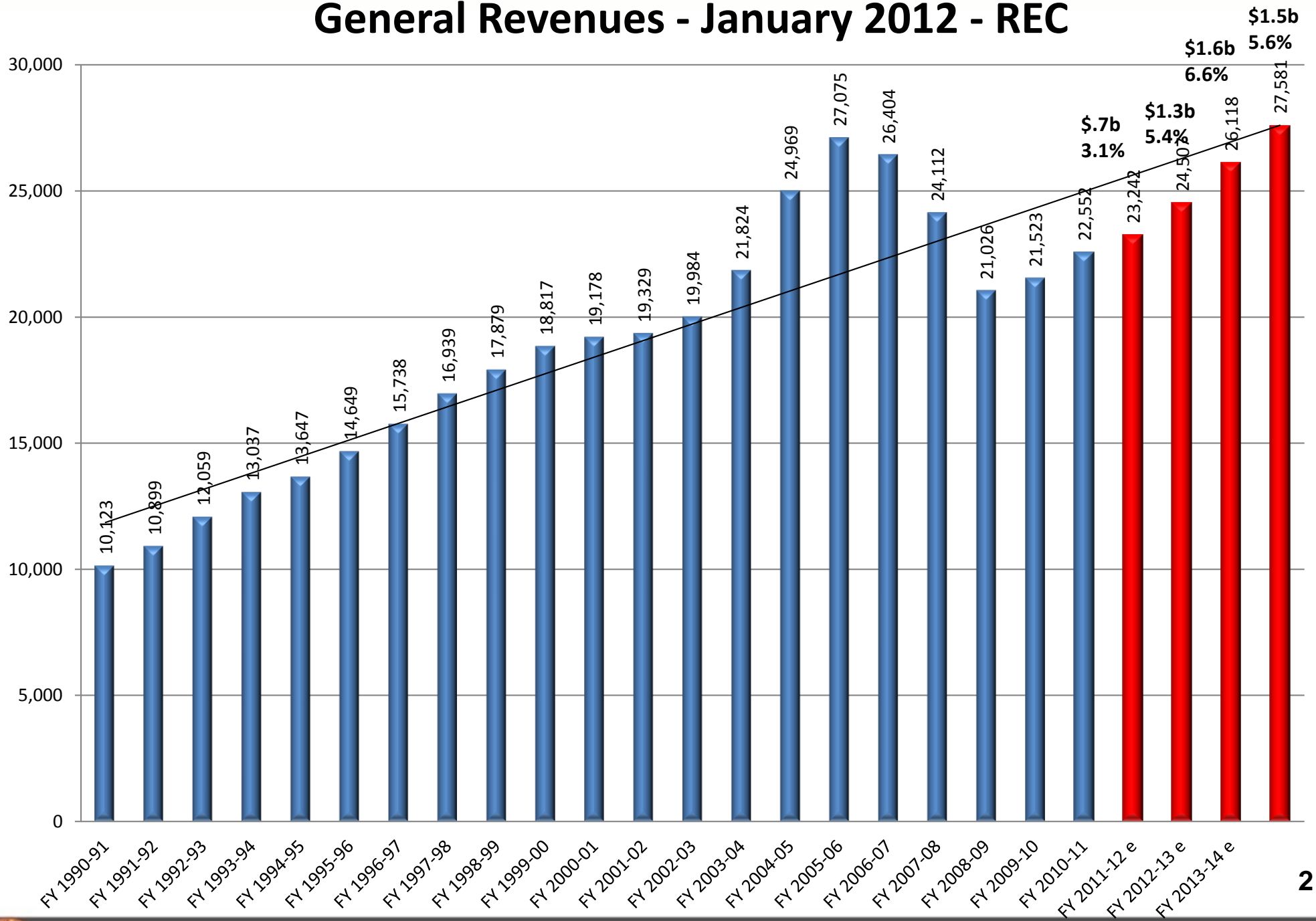
Fiscal Year 2012-2013



*Senate Budget
Subcommittee on
Finance and Tax,
January 26, 2012*

Tax Policy Recommendations

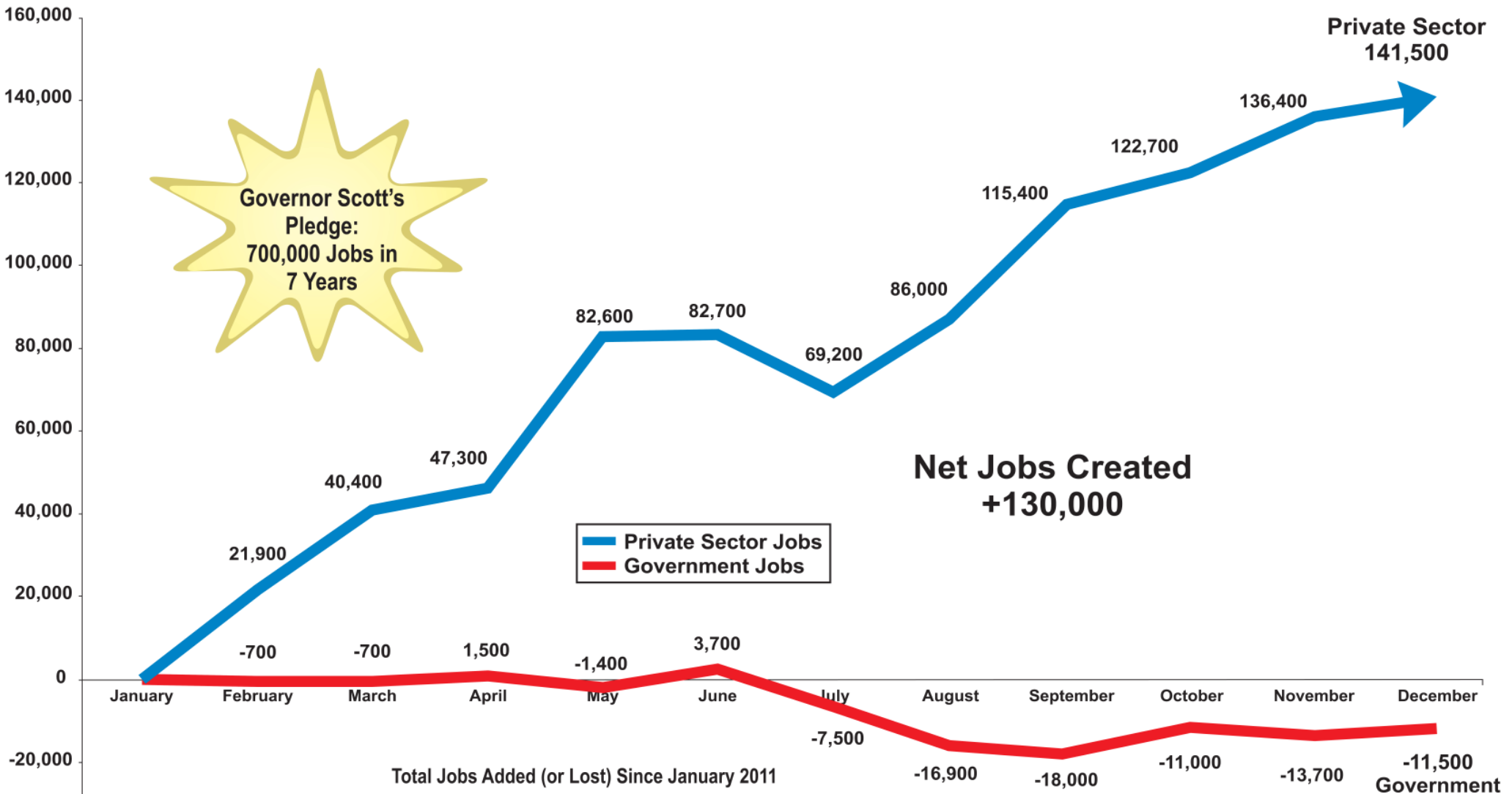
General Revenues - January 2012 - REC



7 Steps. 700,000 Jobs. 7 Years. — Let's Get to Work.

HEADED IN THE RIGHT DIRECTION

Florida Job Creation: Private Sector vs. Government



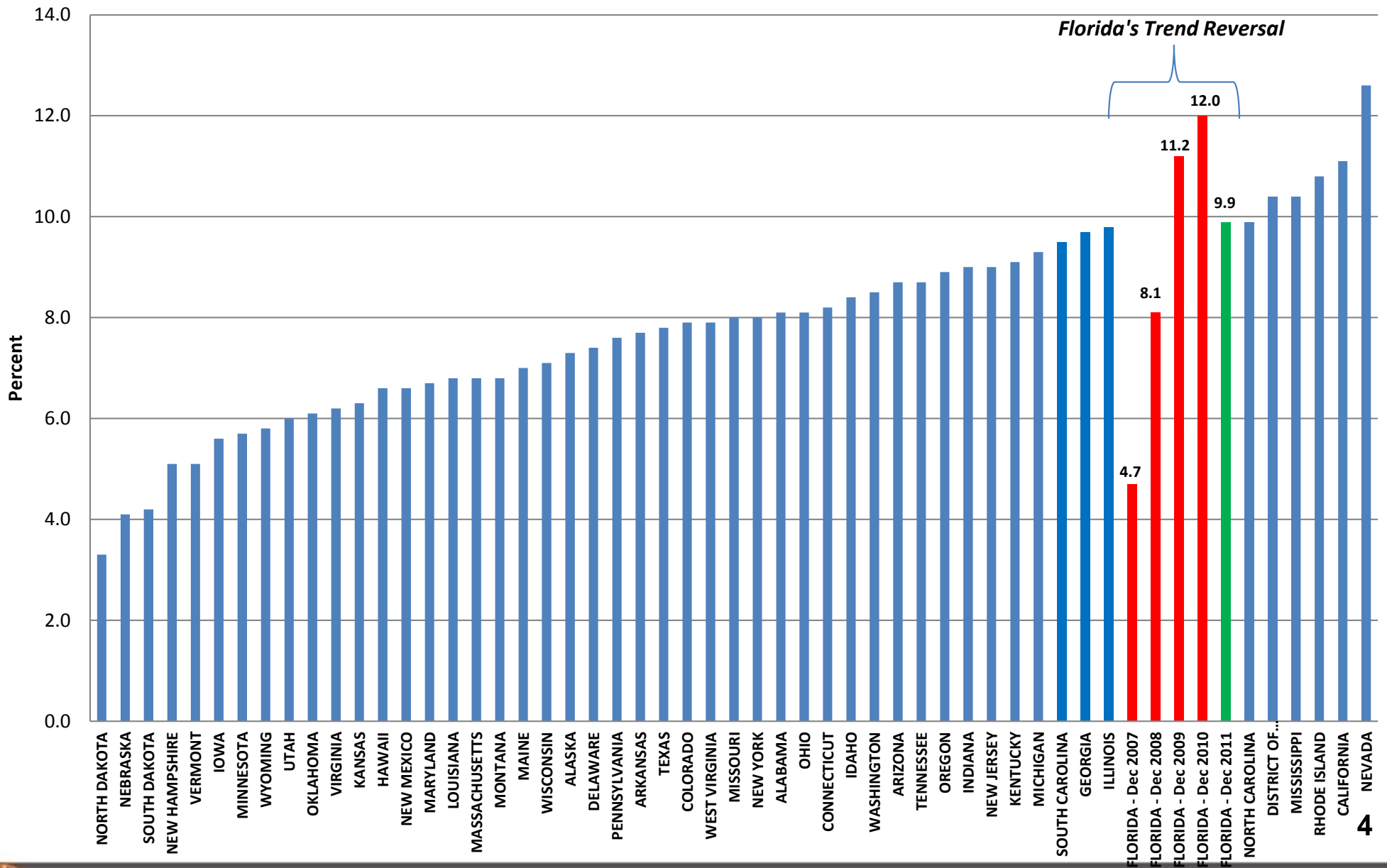
SOURCE: National Bureau of Labor Statistics



7 Steps. 700,000 Jobs. 7 Years. — Let's Get to Work.

Unemployment Rates By State

As of December 2011



1. Reduce Taxes

- Reduce the Tangible Personal Property Tax to incentivize businesses to grow and to create jobs
- Provide Sales Tax Exemption for Businesses Purchasing Machinery & Equipment
- Stop PIP Fraud
- Review special taxing districts to ensure a return on taxpayers' money
 - Hospital Districts
 - Executive Order Examining Special Districts



2. Phase Out Florida's Business Tax

- Provide tax relief to our families and business
- Increase business tax exemption to \$50,000 to help grow jobs
- Eliminates the tax for another 27% of businesses

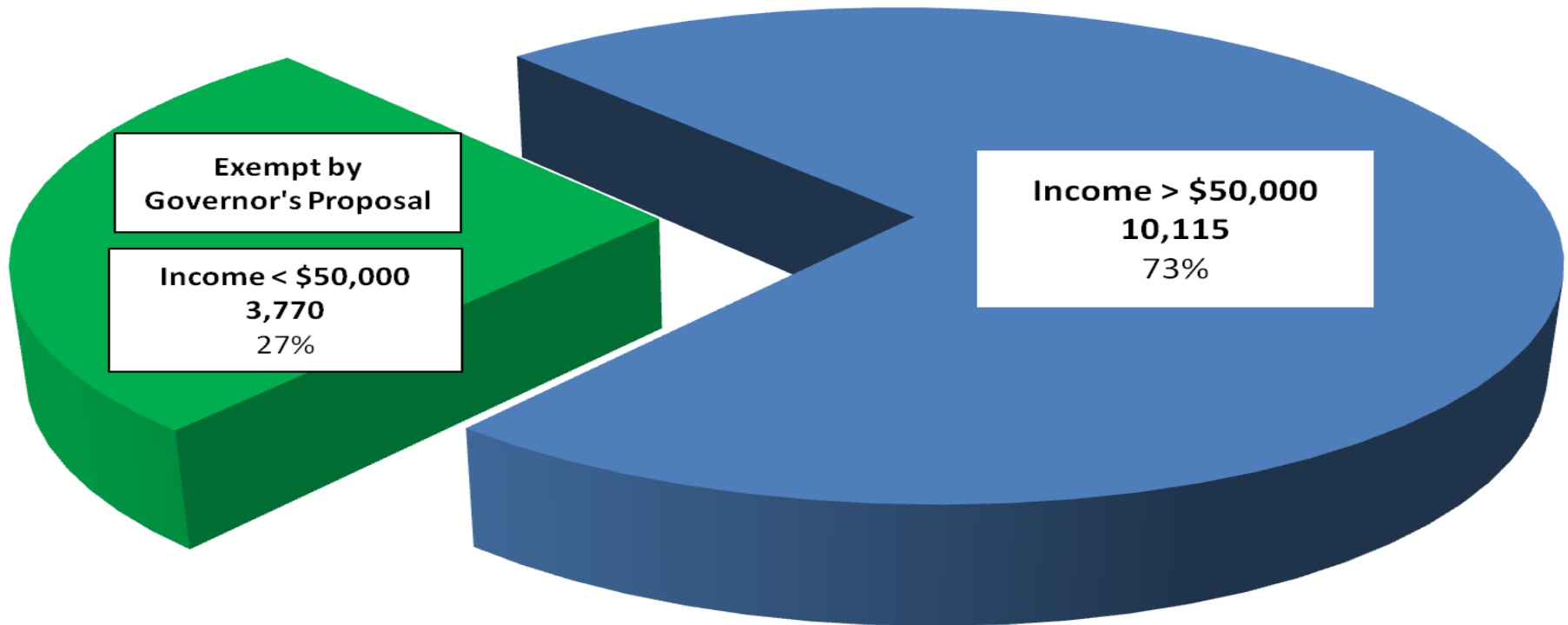


Doubling the Corporate Income Tax Exemption from \$25,000 to \$50,000

Business Tax

of Filers by Taxable Income

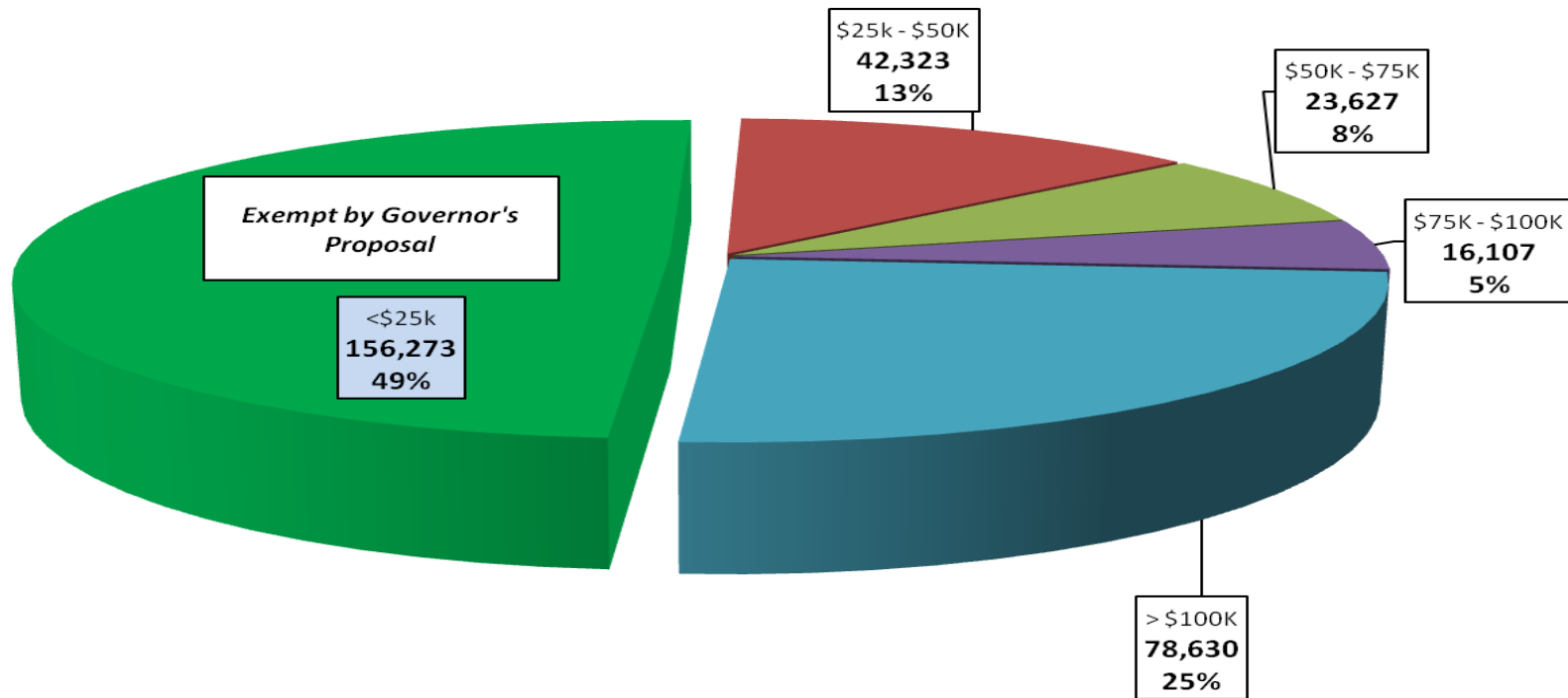
13,885 Total Filers with Liability



Personal Property Tax – Exempt all Taxpayers with less than \$50k in property

Tangible Personal Property Tax # of Filers by Taxable Value

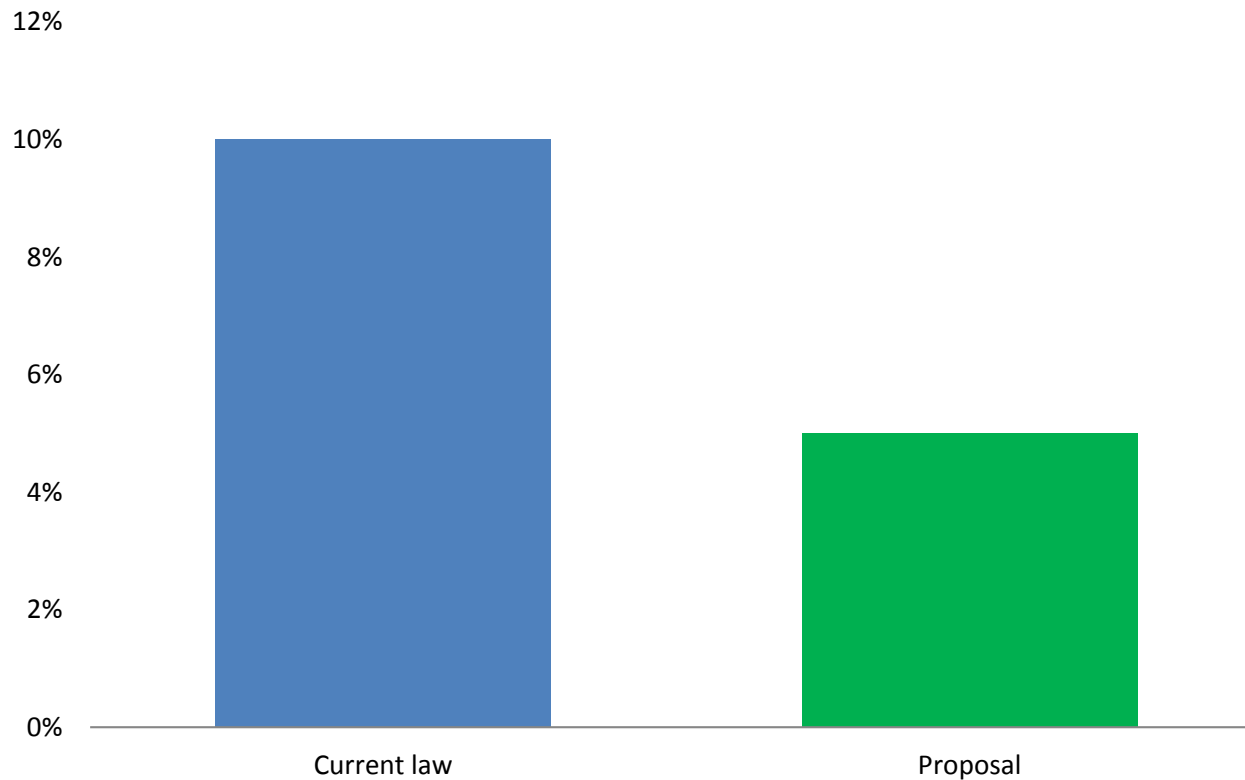
316,960 Total Filers



Sales Tax – Machinery and Equipment

Machinery and Equipment Sales Tax Exemption:

Reduce Productivity Increase Requirement by 50%



Measures Affecting Revenues

(\$ in Millions)

		FY12-13							
		General Revenue Impacts		State Trust		Local		Total	
		First Year	Recurring	First Year	Recurring	First Year	Recurring	First Year	Recurring
TAX RELIEF									
Sales Tax	Exemption for M&E Purchases	(21.0)	(50.4)	(*)	(*)	(4.2)	(10.1)	(25.2)	(60.5)
Corporate Income Tax	Increase of Exemption from \$25k to \$50k	(8.4)	(25.8)	0.0	0.0	0.0	0.0	(8.4)	(25.8)
Corporate Income Tax	Change in Estimated Payment Due Date	100.0	0.0	0.0	0.0	0.0	0.0	100.0	0.0
Ad Valorem	Minimum TPP Taxable Value Threshold of \$25,000 ¹	0.0	0.0	0.0	0.0	0.0	(indeterminate)	0.0	(indeterminate)
TOTAL TAX RELIEF		70.6	(76.2)	0.0	0.0	(4.2)	(10.1)	66.4	(86.2)
OTHER MEASURES									
Sales Tax	Paper Filers Collection Allowance Elimination	8.1	8.1	(0.2)	(0.2)	1.8	1.8	9.7	9.7
Article V	State Court Revenue Redirect	230.0	230.0	(230.0)	(230.0)	-	-	-	-
Service Charges	State Court Revenue Redirect	(18.4)	(18.4)	18.4	18.4	-	-	-	-
Service Charges	Exemption for Clerks of the Courts TF	(34.3)	(34.3)	34.3	34.3	-	-	-	-
Miscellaneous	DOC Inmate Telephone Commission Increase by 3 cents	1.2	1.2	-	-	-	-	1.2	1.2
Lottery	350 Additional On-Line Terminals	0.0	0.0	5.2	5.2	0.0	0.0	5.2	5.2
Lottery	500 Additional ITVMs	0.0	0.0	0.1	0.1	0.0	0.0	0.1	0.1
Lottery	350 Full Service Vending Machines	0.0	0.0	8.1	21.0	0.0	0.0	8.1	21.0
TOTAL OTHER MEASURES		186.6	186.6	(164.1)	(151.2)	1.8	1.8	24.3	37.2
TOTAL MEASURES AFFECTING REVENUE		257.2	110.4	(164.1)	(151.2)	(2.4)	(8.3)	90.7	(49.0)



THE FLORIDA SENATE
APPEARANCE RECORD

(Deliver BOTH copies of this form to the Senator or Senate Professional Staff conducting the meeting)

1.26.12

Meeting Date

Topic Gov's Tax Policy

Bill Number —
(if applicable)

Name Christian Weiss

Amendment Barcode _____
(if applicable)

Job Title Policy Coordinator

Address 1702 Capitol

Phone 487-1880

Street

TLH

E-mail _____

City

State

Zip

Speaking: For Against Information

Representing Gov's Office

Appearing at request of Chair: Yes No

Lobbyist registered with Legislature: Yes No

While it is a Senate tradition to encourage public testimony, time may not permit all persons wishing to speak to be heard at this meeting. Those who do speak may be asked to limit their remarks so that as many persons as possible can be heard.

This form is part of the public record for this meeting.

S-001 (10/20/11)

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THE FLORIDA SENATE

Tallahassee, Florida 32399-1100

COMMITTEES:

- Budget, *Chair*
- Rules, *Vice Chair*
- Agriculture
- Banking and Insurance
- Budget - Subcommittee on Finance and Tax
- Budget - Subcommittee on Transportation, Tourism, and Economic Development Appropriations
- Education Pre-K - 12
- Rules - Subcommittee on Ethics and Elections

JOINT COMMITTEE:

Legislative Budget Commission, *Chair*

SENATOR JD ALEXANDER

17th District

January 25, 2012

Senator Ellyn Setnor Bogdanoff (R), Chair
 Committee On Budget Subcommittee on Finance and Tax
 212 Senate Office Building
 404 S. Monroe Street
 Tallahassee, FL 32399

Dear Senator Bogdanoff,

I respectfully request permission to be absent from the Committee on Budget Subcommittee on Finance and Tax, tomorrow, January 26, 2012. I will not be able to attend this meeting.

Thank you for your approval in this request.

Sincerely,

JD Alexander
 Senator, District 17

Xc: Jose Diez-Arguelles

SENATE APPROPRIATIONS
 RECEIVED
 12 JAN 25 AM 10: 06
 SENT TO: CHAIRMAN _____
 STAFF DIR. _____ STAFF _____

REPLY TO:

- 201 Central Avenue West, Suite 115, City Hall Complex, Lake Wales, Florida 33853 (863) 679-4847
- 412 Senate Office Building, 404 South Monroe Street, Tallahassee, Florida 32399-1100 (850) 487-5044

Senate's Website: www.flsenate.gov

MIKE HARIDOPOLOS
 President of the Senate

MICHAEL S. "MIKE" BENNETT
 President Pro Tempore



THE FLORIDA SENATE

Tallahassee, Florida 32399-1100

COMMITTEES:
Communications, Energy, and Public Utilities,
Chair
Budget - Subcommittee on Finance and Tax
Judiciary
Reapportionment
Rules

SENATOR ANDY GARDINER

Majority Leader
9th District

January 26, 2012

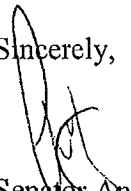
The Honorable Ellyn Bogdanoff, Chair
Budget Subcommittee on Finance and Tax
207 The Capitol
404 South Monroe Street
Tallahassee, FL 32399

Dear Chair Bogdanoff:


I am writing to respectfully request that I be excused from the Budget Subcommittee on Finance and Tax meeting scheduled for Thursday, January 26. I have a prior commitment and will not be able to attend.

If you have any questions regarding this request, please do not hesitate to call my office. Thank you for your time and consideration of this matter.

Sincerely,


Senator Andy Gardiner

AG:gh


Cc: Jose Diez-Arguelles, Staff Director
Cheryl Dewees, Administrative Assistant

REPLY TO:

- 1013 East Michigan Street, Orlando, Florida 32806 (407) 428-5800
- 330 Senate Office Building, 404 South Monroe Street, Tallahassee, Florida 32399-1100 (850) 487-5047

Senate's Website: www.flsenate.gov

MIKE HARIDOPOLOS
President of the Senate

MICHAEL S. "MIKE" BENNETT
President Pro Tempore

CourtSmart Tag Report

Room: SB 301

Case:

Caption: Senate Budget Subcommittee on Finance and Tax

Type:

Judge:

Started: 1/26/2012 9:08:43 AM

Ends: 1/26/2012 9:37:50 AM

Length: 00:29:08

9:08:47 AM Senator Altman - Meeting called to order
9:08:54 AM roll call
9:09:05 AM Sen. Altman
9:09:44 AM Christian Weiss, Policy Coordinator, Governor's Office of Policy and Budget
9:16:13 AM Sen. Sachs
9:17:00 AM Christian Weiss
9:17:23 AM Sen. Altman
9:18:15 AM Christian Weiss
9:19:19 AM Sen. Altman
9:20:57 AM Christian Weiss
9:21:20 AM Sen. Sachs
9:22:19 AM Christian Weiss
9:23:57 AM Sen. Margolis
9:24:27 AM Christian Weiss
9:24:41 AM Sen. Margolis
9:24:52 AM Christian Weiss
9:25:26 AM Sen. Altman
9:26:24 AM Christian Weiss
9:29:59 AM Sen. Margolis
9:30:20 AM Christian Weiss
9:31:31 AM Sen. Margolis
9:32:01 AM Sen. Sachs
9:32:26 AM Christian Weiss
9:32:30 AM Sen. Sachs
9:33:19 AM Christian Weiss
9:33:31 AM Sen. Altman
9:34:33 AM Christian Weiss
9:35:38 AM Sen. Altman
9:35:56 AM Christian Weiss
9:36:11 AM Sen. Altman
9:36:15 AM Christian Weiss
9:36:37 AM Sen. Altman
9:37:06 AM Christian Weiss
9:37:14 AM Sen. Altman
9:37:17 AM Christian Weiss
9:37:24 AM Sen. Altman - Meeting Adjourned