

**State Tax Commissioner
Budget 127
House Bill No. 1006**

	FTE Positions	General Fund	Other Funds	Total
2001-03 legislative appropriation	143.00	\$17,802,848	\$709,729	\$18,512,577
1999-2001 legislative appropriation	144.00	16,939,702	293,729	17,233,431
2001-03 appropriation increase (decrease) to 1999-2001 appropriation	(1.00)	\$863,146	\$416,000	\$1,279,146

NOTE: The 2001-03 appropriation amounts include \$81,185 from the general fund for the agency's share of the \$5,000,000 funding pool appropriated to the Office of Management and Budget for special market equity adjustments for classified employees.

Item Description

Multistate Tax Commission - The 2001 Legislative Assembly created the Multistate Tax Commission fund consisting of up to \$316,000 from Multistate Tax Commission collections. The Tax Commissioner is authorized to spend up to \$316,000 from the fund for membership in the Multistate Tax Commission, and any remaining balance is transferred to the general fund.

Income tax decoupling - House Bill No. 1399 provided for the decoupling of the state income tax from the federal income tax to a rate based on federal taxable income. The 2001 Legislative Assembly appropriated \$300,000 from the general fund for costs relating to the implementation of the income tax decoupling.

Status/Result

By December 2001, collections of \$316,000 had been deposited into the Multistate Tax Commission fund.

The income tax decoupling was implemented for the calendar year 2001 filing season. The Tax Commissioner has incurred expenditures of \$133,992 through February 2002, relating to implementation of the income tax decoupling. The department is considering requesting Emergency Commission and Budget Section approval to transfer any remaining unspent appropriation authority from decoupling to use for other information technology needs.