



Montana Legislative Fiscal Division

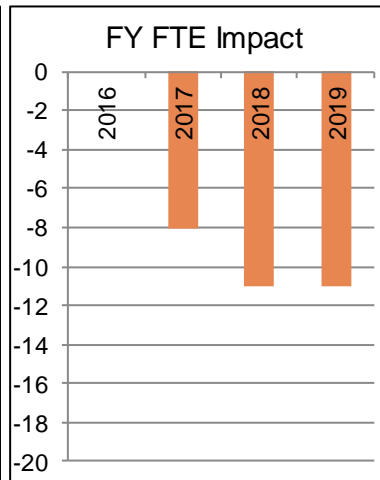
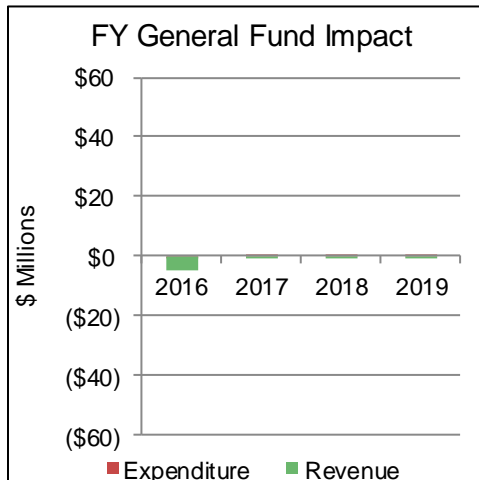
Individual Income Tax Quick Notes

www.leg.mt.gov/css/fiscal

SB 171: Generally revise taxation of income, including the corporate income tax

Primary Sponsor: Sen. Bruce Tutvedt

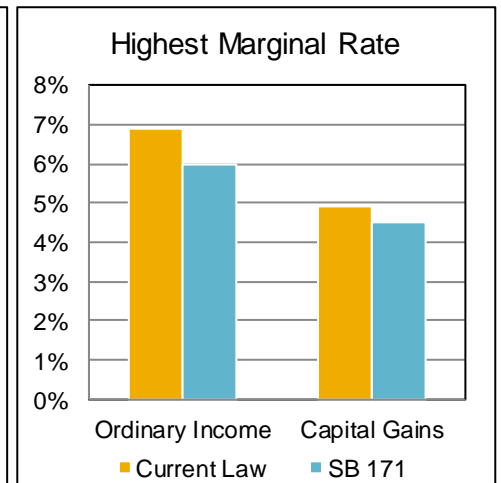
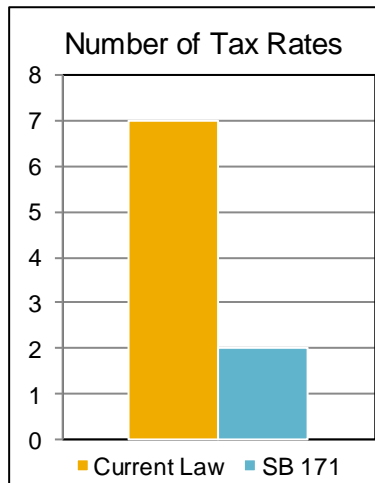
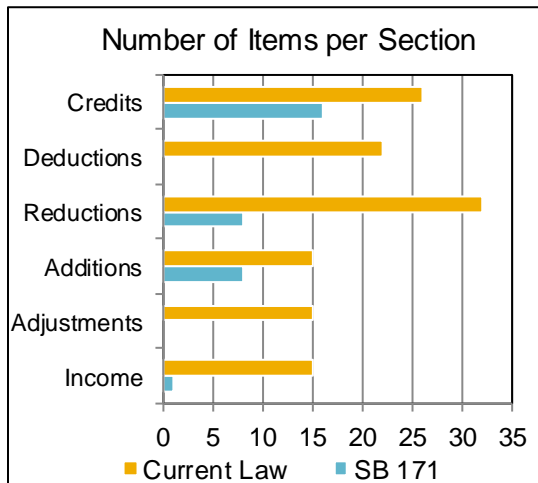
State Revenue Impact



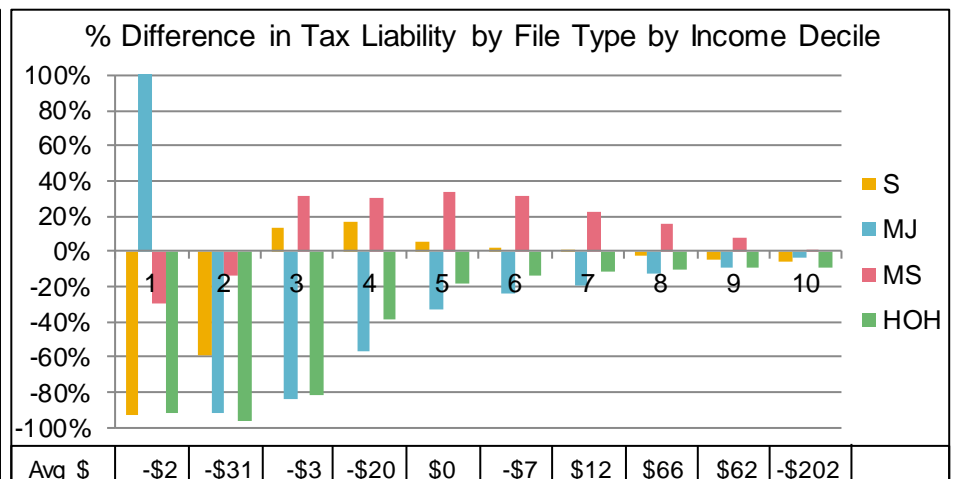
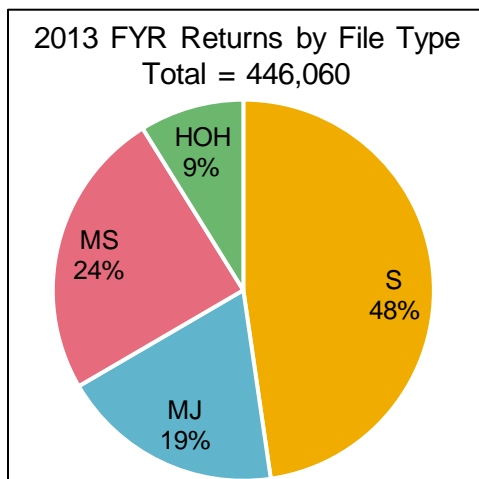
Key Provisions

- Ties to federal taxable income
- Eliminates several individual and corporation tax credits
- Replaces the capital gains tax credit with a lower rate for capital gains
- Includes separate rate tables for taxpayers filing a joint return
- Fewer tax rates
- Lower highest marginal tax rates for individual and corporation income taxes
- This Quick Note only reflects the impact on individual income tax

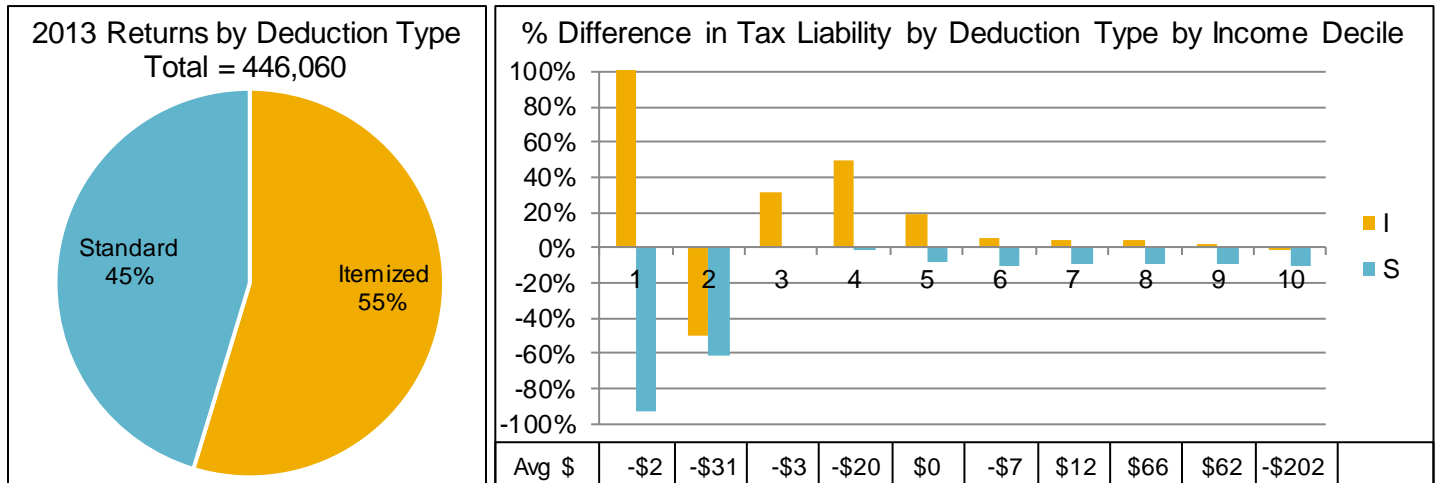
Tax Structure



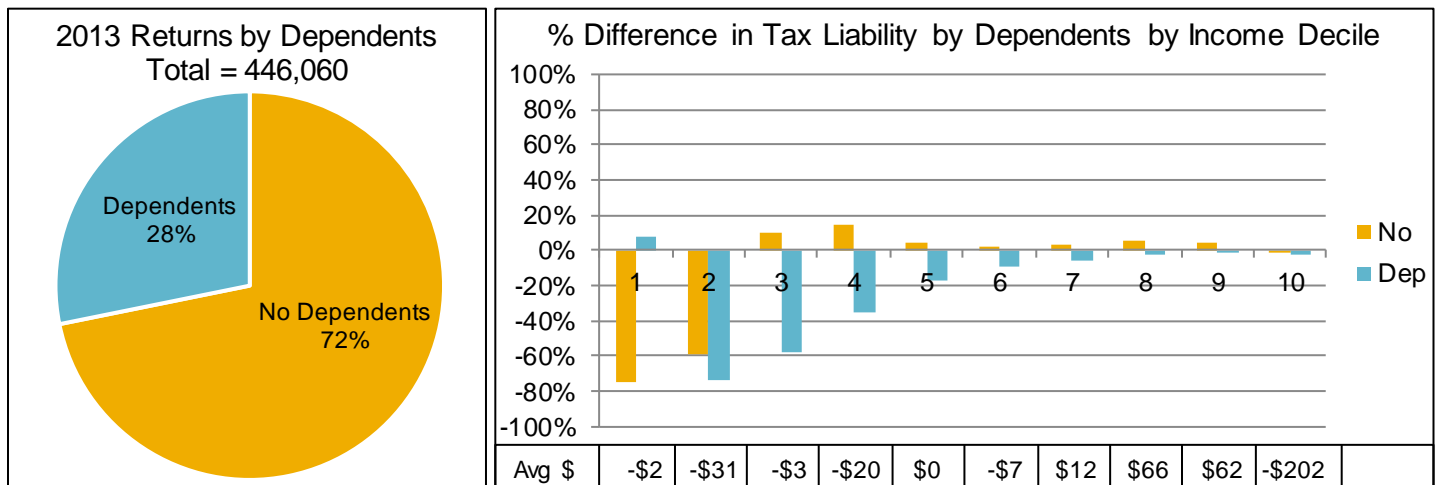
Tax Liability Impact by File Type



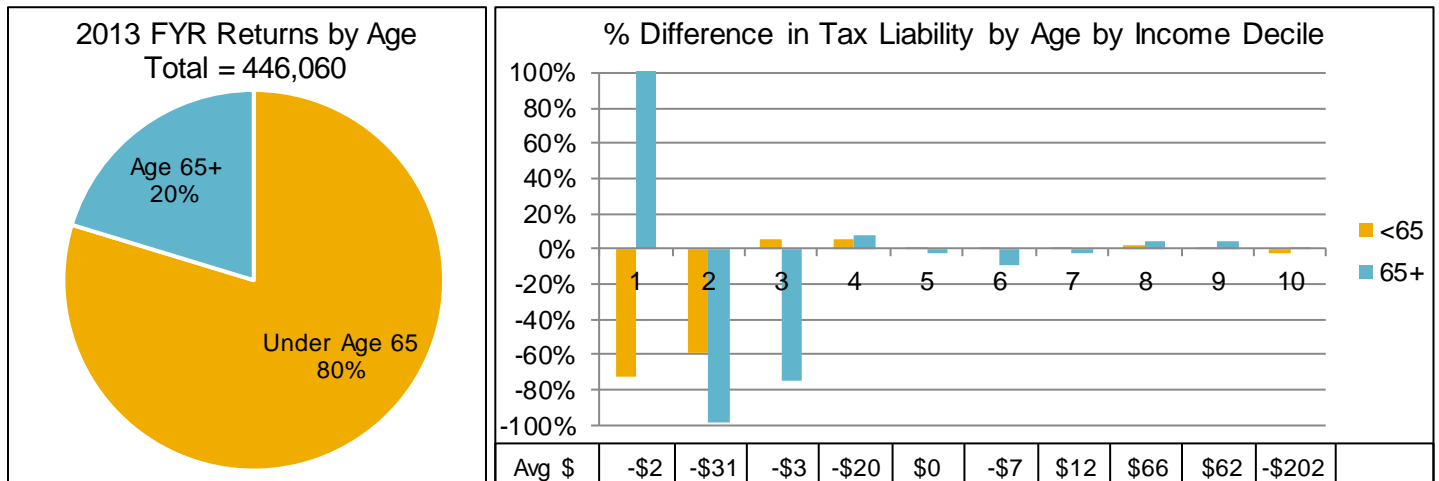
Tax Liability Impact by Deduction Type



Tax Liability Impact by Presence of Dependents



Tax Liability Impact by Age



Income Decile Ranges

Income Decile Ranges Based on 2013 FYR Taxpayers with Total Incomes Above \$0										
Decile	1	2	3	4	5	6	7	8	9	10
Median	\$3,420	\$9,264	\$15,241	\$21,736	\$29,317	\$39,124	\$52,341	\$69,395	\$92,922	\$148,885
Min		6,323	12,225	18,390	25,308	33,832	45,287	60,246	79,912	111,166
Max	6,322	12,224	18,389	25,307	33,831	45,286	60,245	79,911	111,165	

2015 Session SB 171: Average Income Decile of Eliminated & Kept Credits by Calendar Year							
	2006	2007	2008	2009	2010	2011	2012
Eliminate	7.6	7.6	7.6	7.7	7.7	7.6	7.7
Alternative Energy Production Credit							
Alternative Energy Systems Credit							
Alternative Fuel Credit							
Biodiesel Fuel Credit							
Empowerment Zone Credit							
Energy Conservation Credit							
Geothermal Systems Credit							
Mineral Exploration Credit							
Oilseed Crushing/Biodiesel Facility Credit							
Recycling Credit							
Keep	4.2	4.0	3.9	3.8	3.8	3.8	3.9
Adoption Credit							
Alternative Energy Systems BIOMASS Credit							
College Contribution Credit							
Contractor's Gross Receipts Credit							
Dependent Care Assistance Credit							
Elderly Care Credit							
Elderly Homeowner/Renter Credit							
Film Production Employment Credit							
Film Production Employment Credit-Refundable							
Film Qualified Expenditure Credit							
Historic Property Preservation Credit							
Infrastructure User Fee Credit							
Insurance for Uninsured Montanans Credit							
Insure Montana Small Business Health Ins Credit							
Qualified Endowment Credit							
Temporary Emergency Lodging							

