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NH Tax Shift Plan

(amounts based on 2017 estimates)

- A personal income tax with a rate of 3.95%.
- Start with Adjusted Gross Income (AGI) from Federal Form 1040.
- Deduct Standard Deductions (same as for Federal Income Tax):
 - \$6,200 for single filers
 - \$12,400 for joint filers
 - \$9,100 for head of household filers
- Deduct \$3,800 for each exemption (same as for Federal Income Tax)
- Make adjustments for income earned out of state.
- This raises \$1.222 billion.
- \$30 million goes to administer the tax.
- \$363 million goes to the Education Trust Fund (ETF) to replace money raised through the Statewide Education Property Tax. (SWEPT)
 - **The SWEPT will be repealed.**
- \$41 million goes to the ETF to replace money raised by the Utility Property Tax.
 - **The Utility Property Tax will be repealed.**
- \$89 million goes to the General Fund to replace money raised by the Interest & Dividends Tax (I & D).
 - **The I & D will be repealed.**
- \$178 million goes to the ETF & \$89 million goes to the General Fund to replace money raised through the Business Enterprise Tax (BET).
 - **The BET will be repealed**
- \$71 million goes to the ETF & \$142 million goes to the General Fund to replace money raised through the Business Profits Tax (BPT).
 - **The BPT will be lowered to 4% from 8.5%**
- \$47 million goes to the Earned Income Tax Credit.
- \$150 million goes to Municipalities as a 35% contribution to their retirement costs.
- \$21 million goes to the General Fund.

How Funds from the NH Tax Shift Plan will be used - Based on 2017 Estimates

