

Recommended Action Items for 2003 Tax Restructuring
(Proposed at September 12 meeting)

1. Adopt Orrock Subcommittee Report with standards for charitable organization sales tax exemptions, with moratorium on new exemptions. (Task Force 2 -- Item 1)
2. Restore conformity with federal income tax law, with the exception of accelerated depreciation and carry back loss issues to essentially eliminate fiscal impact.
(Task Force 1 -- Item 1)
3. Revise administrative appeals process for income taxpayers to provide:
 - a) an independent hearing officer (Task Force 1 -- Item 8)
 - b) no payment of tax in advance (Task Force 2 -- Item 8)
4. Eliminate June accelerated sales tax collections in 2002-2004 budget -- pushes \$118 million back to FY 03. (Task Force 2 -- Item 8)
5. Revise property tax appeals process to clarify procedures and standard of proof for taxpayer. (Task Force 2 -- Item 10)
6. Phase out death tax beginning in FY 05. (Task Force 2 -- Item 10)
7. Budget/state shall impose no new unfunded mandates on localities, and to maximum extent possible, eliminate existing ones. (Task Force 1 -- Item 7)
8. Enact a moratorium on new categories of sales and use tax exemptions.
(Task Force 2 -- Item 4)
9. Maintain policy of no sales tax on access to Internet and digital downloads.
(Task Force 2 -- Item 9)