

**Estimated Tax Savings
Fiscal Years 1996 to 2010
(Dollars are in Thousands)**

Tax Category	1995-96	1996-97	1997-98	1998-99	1999-00	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	Cumulative Savings
Individual Income Tax																
Indexation	260,000	280,000	285,000	275,000	300,000	360,000	350,000	370,000	415,000	420,000	415,000	410,000	405,000	395,000	390,000	5,330,000
Amended SC Withholding Tables	30,000	30,000	30,000													30,000
Retiree Exemption	17,400	18,600	22,500	29,700	42,600	43,800	45,000	46,200	47,400	48,600	49,800	51,000	52,200	53,400	54,600	622,800
Capital Gains Phase-in	29,040	29,040	29,040	29,040	29,040	29,040	29,040	29,040	29,040	29,040	29,040	29,040	29,040	29,040	20,000	417,520
Exemption Children Under 6 Years	20,000	30,000	40,000	40,400	40,804	41,212	41,624	42,040	42,461	42,885	43,314	43,748	44,185	44,627	45,073	602,373
Economic Impact Zones	2,000	2,200	2,420	2,662	2,928	3,221	3,543	3,897	4,287	4,716	5,188	5,706	6,277	6,905	7,595	63,545
AFDC Credit		4,800	5,280	5,808	6,389	7,028	7,730	8,503	9,354	10,289	11,318	12,450	13,695	15,065	16,571	134,279
Extension of S-Corps	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	30,000
Job Development Fees (Ent. Zone)		10,000	20,710	36,929	28,410	30,000	36,000	50,107	51,724	51,400	54,800	60,500	64,200	64,200	64,200	623,180
Firefighters Deduction Daily Subst.	250	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	35,250
Credit IRA Taxes Paid In Another State				175	175	175	175	175	175	175	175	175	175	175	175	2,100
New "F" Class Bingo License				11	11	11	11	11	11	11	11	11	11	11	11	132
Aiken/Barnwell Redevelopment Auth.				541	541	541	541	541	541	541	541	541	541	541	541	6,492
College Tuition Credit				7,000	15,900	25,400	26,150	26,950	27,750	28,590	29,445	30,330	31,240	32,177	33,143	314,075
Volunteer Fireman's Deduction					310	2,400	2,400	2,400	2,400	2,400	2,400	2,400	2,400	2,400	2,400	24,310
Habitat Management Credit					375	375	375	375	375	375	375	375	375	375	375	4,125
Capital Gains One Year Holding Period						156	780	780	780	780	780	780	780	780	780	7,176
Credits for High Tech Industries						3,620	5,400	5,400	5,400	5,400	5,400	5,400	5,400	5,400	5,400	52,220
Credit for Conservation Easements						89	1,068	1,100	1,133	1,167	1,202	1,238	1,275	1,313	1,353	10,938
Community Development Corps.						500	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	9,500
Marriage Penalty										39,030	41,176	43,441	45,831	48,352	51,011	268,841
Small Business Rate Reduction											2,250	22,500	54,500	85,900	128,900	294,050
2005 Jobs Creation Act												1,330	13,330	13,530	13,530	41,720
Elimination of 2.5% Bracket													86,361	87,656	88,951	262,968
Miscellaneous Credits											5,930	20,803	28,294	32,236	32,236	119,500
Corporate Income Tax																
Reduced Tax Rate from 6% to 5%	46,800	44,000	38,800	48,200	41,600	42,600	28,600	29,800	35,000	43,100	57,200	60,100	63,800	56,000	51,000	686,600
Enterprise Zone Jobs Tax Credit		5,000	10,000	15,000	20,000	25,000	30,000	35,000	40,000	45,000	50,000	50,000	50,000	50,000	50,000	475,000
Moratorium in Certain Counties					20	20	20	20	20	20	20	20	20	20	20	220
Credit for State Port Use													8,000	8,000	8,000	24,000
Single Sales Factor Apportionment														2,000	2,000	4,000
Miscellaneous Savings												50	2,450	2,850	2,850	8,200
Sales Tax																
Exemptions		20				92	145		1,576		1,710	2,094	12,173	12,173	12,173	42,157
Discount to Out-of-State Retailers																0
Credit for Uncollectible Sales					1,110	6,640	8,300	8,474	9,008	9,486	10,245	10,757	10,381	10,000	10,000	94,401
Sales Tax Holiday						3,600	2,700	2,900	2,300	2,700	2,600	2,600	2,800	2,500	2,500	27,200
One-Cent Reduction on Food (5% - 4%)						24,600										24,600
Springs Lawsuit										10,000	2,000					12,000
Second Sales Tax Holiday												18,000				18,000
Food Tax Reduction (5% - 3%)												96,549	33,750			130,299
Food Tax Reduction (3% - 0%)													135,000	70,828		205,828
Estate Tax Exemption Phase-in	7,200	7,400	7,600	7,800	8,000	8,200	8,400	8,600	8,800	9,000	9,200	9,400	9,600	9,800	10,000	129,000
Gift Tax Repeal	2,393	2,441	2,490	2,539	2,590	2,642	2,695	2,749	2,804	2,860	2,917	2,976	3,035	3,096	3,158	41,385
Repeal Motor Vehicle Inspection	1,558	1,589	1,621	1,653	1,686	1,720	1,755	1,790	1,825	1,862	1,899	1,937	1,976	2,016	2,056	26,944
Soft Drinks Tax Phase Out		4,752	9,950	15,627	21,815	28,551	35,871									116,567
Alcoholic Licenses - Sunday Sales						2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800	28,000
Estate Tax Increase in Exemption Limit								15,500	27,000	40,300	59,200	62,437				204,437
Deed Recording Fee - Distributee Exemption												5,500	5,500	5,500	5,500	22,000
Insurance Tax - Credit for Coastal Premiums													1,900	1,900	1,900	5,700
Miscellaneous Tax Savings							212					10	112	115	115	564
Property Tax Relief																
Homestead Exemption	47,480	47,956	49,558	51,330	53,580	119,783	127,749	138,221	147,840	154,873	157,864	166,047	172,983	178,375	185,796	1,799,436
Residential Homeowners (\$100,000)	195,000	216,943	227,401	237,849	251,577	241,615	249,070	249,070	249,070	249,070	249,070	249,070	249,070	249,070	249,070	3,612,013
Manufacturer's Depreciation Reimbursement				23,614	35,729	38,747	43,774	45,624	47,597	49,906	52,582	54,563	57,582	57,996	60,316	568,030
Merchant's Inventory Exemption	40,557	40,557	40,557	40,557	40,557	40,557	40,557	40,557	40,557	40,557	40,557	40,557	40,557	40,557	40,557	608,359
Residential Homeowners (School Operations Relief)													569,216	591,458	620,651	1,781,326
Total Reductions	\$701,679	\$779,798	\$827,427	\$875,936	\$950,248	\$1,139,235	\$1,137,985	\$1,174,124	\$1,259,528	\$1,352,434	\$1,403,509	\$1,582,735	\$2,323,316	\$2,272,598	\$2,282,807	\$20,003,359

* Cash flow per year.

Sources: Board of Economic Advisors; Office of Research & Statistics.
BEA/RWM/10/12/10