

## Impose 25% or 10% surtax on all PUT rates

**Description** This proposal imposes an additional surtax on Public Utility Tax (PUT) rates. There are two surtax options:

- **Option 66** – 25% surtax on PUT
- **Option 67** – 10% surtax on PUT

**Current Law** The state imposes PUT on gross income derived from the utility operations of both publicly and privately-owned companies, according to the following categories and rates. These rates include existing permanent surtaxes.

Water	5.029 %
Electricity	3.873%
Telegraph, Natural Gas, Sewerage	3.852%
Urban Transportation & Watercraft under 65'	0.642%
Log Hauling on Public Highways (until 6/30/2013)	1.3696%
Railroad, Railroad Car, Motor Transportation, Other	1.926%

**Revenue Impact**

General Fund Impacts (\$ millions):

Option	Surtax	Fiscal Year 2012	Fiscal Year 2013	2011-2013 Biennium
66	25%	\$0	\$94.4	\$94.4
67	10%	\$0	\$37.8	\$37.8

*Notes:*

- *Estimates assume a July 1, 2012 effective date, representing 11 months of collections for FY 2013.*
- *Estimates reflect the September 2011 Economic & Revenue Forecast Council revenue forecast.*

**Expenditure Impact**

Option	Fiscal Year 2012	Fiscal Year 2013	2011-2013 Biennium
Any option	\$96,100	\$131,400	\$227,500