

Excise Tax on Satellite Television *
(millions of dollars)

Full implementation - no exemption

FY2014	<u>Existing</u> 6% sales tax on satellite television services	\$5.74
FY2016	Proposed 5% excise tax on satellite television services	\$4.99

Phase in with \$30/mo exemption

Excise tax phased in over three years**		No exemption	\$30 exemption
FY2016	Proposed 3% excise tax on satellite television services Exempt first \$30 each month from excise tax	\$3.0	\$3.0 <u>-\$1.1</u> \$1.9
FY2017	Proposed 4% excise tax on satellite television services Exempt first \$30 from monthly bill	\$4.1	\$4.1 <u>-\$1.4</u> \$2.6
FY2018	Proposed 5% excise tax on satellite television services Exempt first \$30 from monthly bill	\$5.2	\$5.2 <u>-\$1.8</u> \$3.4

* These estimates do not account for any reduction in demand that may result due to the increase in the cost of satellite television services.

** Assumes the cost of satellite television services grows at the rate of inflation.

H.528: Excise Tax on Satellite Television *
(millions of dollars)

FY2012	<u>Existing</u> 6% sales tax on satellite television services	\$5.3
FY2014	Proposed 5% excise tax	\$3.5
	Exempt first \$15 each month from excise tax	-\$0.7
	Revenue for 3 calendar quarters only	\$2.8
FY2015	Proposed 5% excise tax	\$4.8
FY2016	Proposed 5% excise tax	\$4.9

* These estimates do not account for any reduction in demand that may result due to the increase in the cost of satellite television services and it is assumed that the cost of satellite television services grows at the rate of inflation. Consumer Price Index: FY2013 - 2.0%; FY2014 - 2.7%; FY2015 - 2.9%; FY2016 - 2.6%.