

**Democratic Property Tax Credit vs. Christie Income Tax Rate Cut  
10% Phased-in Over Four Years  
Illustrations of Typical Taxpayer Benefits**

Current Taxable Income	Tax Year 2012		Tax Year 2013		Tax Year 2014		Tax Year 2015	
	Christie Proposal	Democratic Proposal: \$100 Property Tax Credit	Christie Proposal: 3.33% Income tax rate cut	Democratic Proposal: 4% Property Tax Credit	Christie Proposal: 6.67% Income tax rate cut	Democratic Proposal: 8% Property Tax Credit	Christie Proposal: 10% Income tax rate cut	Democratic Proposal: 10% Property Tax Credit
\$30,000	\$0	\$100	\$15	\$200	\$30	\$400	\$46	\$500
\$50,000	\$0	\$100	\$27	\$240	\$54	\$480	\$81	\$600
\$75,000	\$0	\$100	\$49	\$280	\$98	\$560	\$147	\$700
\$100,000	\$0	\$100	\$92	\$320	\$183	\$640	\$275	\$800
\$150,000	\$0	\$100	\$184	\$400	\$367	\$800	\$551	\$1,000
\$250,000	\$0	\$100	\$396	\$400	\$792	\$800	\$1,188	\$1,000
\$500,000	\$0	\$0	\$927	\$0	\$1,854	\$0	\$2,781	\$0
\$1,000,000	\$0	\$0	\$2,422	\$0	\$4,843	\$0	\$7,266	\$0
\$3,000,000	\$0	\$0	\$8,401	\$0	\$16,802	\$0	\$25,206	\$0

The 10% income tax cut is as proposed by Governor Christie, phased-in beginning on January 1, 2013.

The 10% property tax credit is on property taxes paid up to \$10,000, for incomes up to \$250,000, phased-in beginning January 1, 2012.

Examples in chart, above, represent the typical credit a resident will receive based on actual property taxes paid at various income levels.

The actual phased-in benefit of property tax credit will be based on 4%, 8% and 10% of actual property taxes paid.

For renters who take the current \$50 property tax credit instead of the property tax deduction, that credit would be increased to \$100 in Tax Year 2013, to \$150 in Tax Year 2014, and \$200 in TY 2015

**Total Cost**

<b>FY 2013</b>	<b>\$174 million</b>
<b>FY 2014*</b>	<b>\$533 million</b>
<b>FY 2015*</b>	<b>\$1.085 billion</b>
<b>FY 2016*</b>	<b>\$1.398 billion</b>

\*assumes modest annual growth of 5% in income tax revenues (avg annual growth in past 25 years = 6.1%)