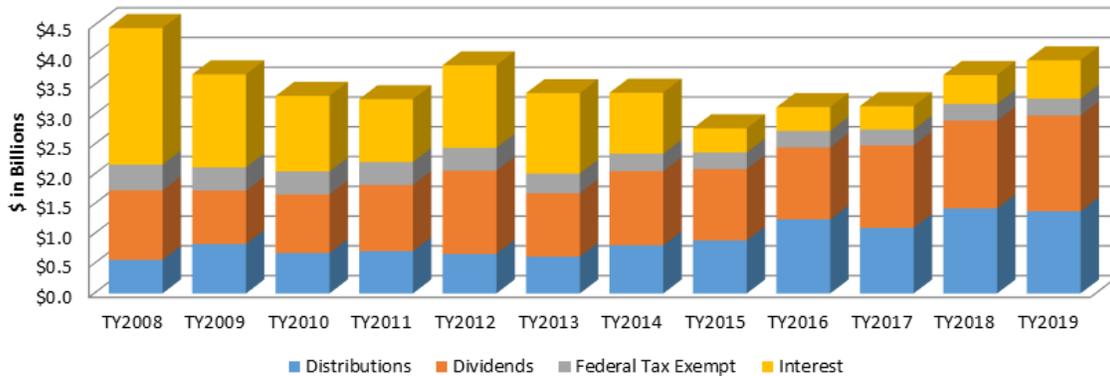


House Ways and Means Follow Up

Interest and Dividend Tax Components 10 Year Trend

Gross I&D Income & Distributions as reported by the Taxpayers



	TY2008	TY2009	TY2010	TY2011	TY2012	TY2013	TY2014	TY2015	TY2016	TY2017	TY2018	TY2019
Distributions	13%	23%	20%	22%	17%	18%	24%	32%	40%	35%	39%	35%
Dividends	26%	24%	30%	34%	37%	32%	37%	43%	39%	44%	40%	41%
Federal Tax Exempt	10%	11%	12%	12%	10%	10%	9%	10%	9%	8%	8%	7%
Interest	51%	42%	38%	32%	36%	40%	30%	15%	13%	13%	13%	16%
Total	100%											

**Note: As reported on lines 1(a), 1(b), 1(c), and 2 on Form DP-10*

**Note: Tax returns reporting a tax liability of zero were excluded from the data.*

I&D definition of distributions (Rev 901.08)

- “Distributions” means a transfer of property from an organization to its shareholders or interest-holders solely as a result of their ownership interest in such organization.

I&D definition of dividends (Rev 901.09) subset of distribution

- “Dividend” means an amount of property distributed, with respect to their ownership interest, other than in liquidation of the organization, to shareholders or interest-holders of an organization from:
 - (a) Current year profit; or
 - (b) Accumulated profits of such entity.

BET definition of dividends (Rev 2402.03) essentially the same as I&D distributions and dividends definition combined with some additional specificity.

Dividend Element.

- (a) The following transactions between a business enterprise and its owners shall be a dividend:

- (1) Property transferred from a business enterprise to an owner with respect to the owner's ownership interest from the accumulated revenues and profits of the business enterprise as defined by RSA 77-E:1, I;
- (2) Personal expenditures made by a business enterprise on behalf of an owner except those properly reported as compensation to the owner for federal income tax purposes;
- (3) Forgiveness of an owner's indebtedness to the business enterprise unless the amount is:
 - a. Reported as compensation or interest to the individual for federal income tax purposes; and
 - b. Included in the compensation or interest elements of the business enterprise value tax base;
- (4) Automatic re-investment of property deemed distributed to the owners from accumulated profits into additional stock of the business enterprise; or
- (5) Imputed interest on a below market interest rate loan under IRC section 7872.

I&D Component Breakdown for Tax Paid on \$1k to \$15K

- The following analysis shows the breakdown of Gross Income & Distributions from those I&D Taxpayers in TY2018 who reported liabilities within the three ranges provided. The average amounts reported in each category are shown below.

Interest and Dividends Tax Stats by Tax Year and Amount of Tax Liability					
All I&D Entity Types					
<i>This Population includes all Individual and Joint filers, Partnerships & Estates</i>					
Average amount of Gross Income & Distributions by category as reported by the taxpayers					
Tax Year 2018 Range in Tax Reported	Distributions	Dividends	Federal Tax Exempt Interest	Interest	Gross Income & Distributions
\$1,000 - \$4,999	\$ 14,499	\$ 33,751	\$ 5,829	\$ 8,870	\$ 62,948
\$5,000 - \$9,999	\$ 57,478	\$ 91,849	\$ 18,560	\$ 23,490	\$ 191,378
\$10,000 - \$15,000	\$ 111,898	\$ 146,538	\$ 34,929	\$ 38,432	\$ 331,797

E-Cigarette Tax Reported Broken Down by Closed System Tax and Open System Tax

Fiscal Year	Months	Closed System Tax	Open System Tax	Total E-Cigarette Tax	Closed System % of Total	Open System % of Total
FY 2020	February	\$170,447	\$4,799	\$175,246	97%	3%
	March	\$166,631	\$13,863	\$180,494	92%	8%
	April	\$208,265	\$13,075	\$221,340	94%	6%
	May	\$264,333	\$29,556	\$293,889	90%	10%
	June	\$295,473	\$29,411	\$324,884	91%	9%
Total		\$1,105,149	\$90,704	\$1,195,853	92%	8%
FY 2021	July	\$300,380	\$22,529	\$322,909	93%	7%
	August	\$282,159	\$22,834	\$304,993	93%	7%
	September	\$282,620	\$23,720	\$306,340	92%	8%
	October	\$391,826	\$66,385	\$458,211	86%	14%
	November	\$393,269	\$32,558	\$425,827	92%	8%
	December	\$315,139	\$26,104	\$341,243	92%	8%
	January	\$352,624	\$33,651	\$386,275	91%	9%
FYTD Total		\$2,318,017	\$227,781	\$2,545,798	91%	9%