

**CALCULATIONS FOR FURLOUGHES AND LOST REVENUES RESULTING FROM THEM**

	Millions		Millions	
Furloughs at 24 days biennium			66.65	Claimed Savings
Erosion of furlough savings:				
Lost Federal tax Deduction:				
25%	G4*A7)	16.6625		
Resultant Lost 72% Ratio of Federal Taxes Returned to MN:				
72%	E7*A9	11.997	11.99	
Lost State income taxes:		0.065	G4*E10	4.33225
Est. Lost Sales & Misc Taxes		0.07	G4*E11	4.6655
% Federally Funded Positions		0.6	G4*E12	39.99
% Benefits on Federal Funded Positions		0.25	G12*E13	9.9975
<b>TOTAL EROSION</b>			<b>70.97525</b>	
<b>NET LOSS FROM FURLOUGHES</b>		G4-G14	<b>-\$4.33</b>	
<b>PERCENTAGE LOSS FURLOUGHES</b>		G16/G4	<b>-6.49%</b>	

**SUMMATION:**

Based upon the above assumptions and across-the board-furloughs - for every \$1.00 of payroll that is saved, the State of MN will pay approximately \$1.06.

The more furloughs the state of MN does the more it will cost taxpayers.