

## Appendix 1. Tax Expenditure Categories

	Public Policy Purpose: Main Categories					Public Policy Purpose Categories (Preliminary-3-21-2012)	Item #	Description	Tax Type	Typical Claimant / Beneficiary	Annualized Estimates	Based on IRC or MGL?	Enacting Statute	
	Fairness	Economic Competitiveness	Targeted Policy Priorities	Structural	Other									
1	Income													\$6,842.2
2	Income													\$4,286.1
3	X		X			Promote Insurance	1.001	Exemption of Premiums on Accident and Accidental Death Insurance	Income	Employees whose employers provide accident and accidental death insurance	\$23.7	I.R.C.	0	
4	X		X			Promote Insurance	1.002	Exemption of Premiums on Group-Term Life Insurance	Income	Employees whose employers provide group-term life insurance	\$11.5	I.R.C.	0	
5			X			Promote Insurance	1.003	Exemption of Interest on Life Insurance Policy and Annuity Cash Value	Income	Persons with life insurance	\$210.8	I.R.C.	0	
6	X		X			Promote Insurance	1.004	Exemption of Employer Contributions for Medical Insurance Premiums and Medical Care	Income	Employees whose employers provide them with health insurance or pay for their medical care	\$943.1	I.R.C.	0	
7	X				X	Promote Public Safety	1.005	Exemption of Annuity or Pension Payments to Firemen and Policemen	Income	Certain retired fire and police personnel or their survivors	N/A	M.G.L.	St.1945, c. 658, § 1	
8					X	Retirement	1.006	Exemp. of Distributions from Certain Contributory Pension and Annuity Plans	Income	Retired people receiving benefits under federal and Massachusetts government pension and annuity plans and certain similar plans of other states	\$280.1	M.G.L.	St. 1973, c. 723, s. 2	
9					X	Retirement	1.007	Exemption of Railroad Retirement Benefits	Income	Retired railroad workers	\$4.6	M.G.L.	St. 1985, c. 593, s. 3	
10	X					Promote Basic Necessities	1.008	Exemption of Public Assistance Benefits	Income	People on public assistance	\$229.8	M.G.L.	0	
11	X					Retirement	1.009	Exemption of Social Security Benefits	Income	Recipients of social security benefits	\$839.0	M.G.L.	St. 1985, c. 593, s. 3	
12	X					Promote Insurance and Health	1.010	Exemption of Workers' Compensation Benefits	Income	Employees with work-related disabilities or their survivors	\$8.5	I.R.C.	0	
13	X				X	Support Family	1.011	Exemption of Dependent Care Expenses	Income	Employees and their dependants whose employers pay for or provide day care.	\$9.0	I.R.C.	0	
14	X				X	Support Family	1.012	Exemption of Certain Foster Care Payments	Income	Foster parents and their children	\$3.1	I.R.C.	0	
15	X				X	Promote Insurance and Health	1.013	Exemption of Payments Made to Coal Miners	Income	Coal minors or their survivors	Negligible	I.R.C.	0	
16					X	Religion	1.014	Exemption of Rental Value of Parsonages	Income	Clergy men and women	\$2.1	I.R.C.	0	
17			X			Promote Education	1.015	Exemption of Scholarships and Fellowships	Income	Students at educational institutions receiving scholarships or fellowships.	\$19.1	I.R.C.	0	
18	X				X	Promote Charity	1.016	Exclusion of Certain Prizes and Awards	Income	Recipients of prizes and awards who donate them to charities	NA	I.R.C.	0	
19			X			Protect Environment	1.017	Exemption of Cost-Sharing Payments	Income	Persons receiving these payments	Negligible	I.R.C.	0	
20		X				Fringe Benefit	1.018	Exemption of Meals and Lodging Provided at Work	Income	Certain employers and certain of their employees	\$7.7	I.R.C.	0	

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21		X				Economic Competitiveness	1.019	Treatment of Business-Related Entertainment Expenses	Income	Businesses, their employees and their guests	N.A.	I.R.C.	0
22			X			Protect Environment	1.020	Exemption of Income from the Sale, Lease or Transfer of Certain Patents	Income	Massachusetts residents holding or having applied for such patents	N.A.	M.G.L.	St. 1979, c. 796, s. 8
23			X		X	Support Housing	1.021	Exemption of Capital Gains on Home Sale (formerly only for Persons 55 and Over)	Income	Taxpayers selling a principal residence	\$239.6	I.R.C.	0
24				X		Special Treatment of Capital Gains and Losses	1.022	Nontaxation of Capital Gains at Death	Income	Decedents, their estates and their survivors	\$1,217.0	I.R.C.	0
25					X	Local Government Finance	1.023	Exemption of Interest from Massachusetts Obligations	Income	Holders of Massachusetts bonds	\$99.1	M.G.L.	St. 1973, c. 723, s. 2
26					X	Support Military/Veterans	1.024	Exemption of Benefits and Allowances to Armed Forces Personnel	Income	Armed Forces personnel	\$24.5	I.R.C.	0
27					X	Support Military/Veterans	1.025	Exemption of Veterans' Pensions, Disability Compensation and G.I. Benefits	Income	Armed Forces personnel	\$30.1	I.R.C.	0
28					X	Support Military/Veterans	1.026	Exemption of Military Disability Pensions	Income	Retired military personnel with disability pensions	\$0.5	I.R.C.	0
29					X	Support Military/Veterans	1.027	Exemption of Compensation to Massachusetts Based Nonresident Military Personnel	Income	Non-resident military personnel stationed in Massachusetts	\$9.5	M.G.L.	St. 1973, c. 723, s. 2
30					X	Support Military/Veterans	1.028	Exemption of Income Received by Persons Killed in Military Action or Terrorist Activity	Income	The survivors of these individuals	N.A.	M.G.L.	St. 1932
31					X	Support Military/Veterans	1.029	Exemption for Retirement Pay of the Uniformed Services	Income	Retired members of the Uniformed Services or their survivors	\$26.5	M.G.L.	St.1997, c. 139, s. 1
32	X				X	Fringe Benefit	1.030	Exclusion from Gross Income of Parking, T-Pass and Vanpool Fringe Benefits	Income	Employees whose employers provide these benefits	\$38.8	I.R.C.	0
33	X		X			Promote Health	1.031	Health Savings Accounts (exemption)	Income	Taxpayers with Health Savings Accounts	Included in 1.422	I.R.C.	0
34	X					Support Family	1.032	Employer-Provided Adoption Assistance	Income	Employees adopting children whose employers provide adoption assistance	\$0.0	I.R.C.	0
35	X		X			Promote Education	1.033	Employer-Provided Education Assistance	Income	Employees whose employers have education assistance programs	\$8.4	I.R.C.	0
36					X	Retirement	1.034	Qualified Retirement Planning Services	Income	Employees whose employers maintain qualified employer plans	NA	I.R.C.	0
37			X		X	Support Military/Veterans	1.035	Department of Defense Homeowners Assistance Plan	Income	Military personnel and civilian employees receiving these payments	NA	I.R.C.	0
38					X	Promote Public Safety	1.036	Survivor Annuities of Fallen Public Safety Officers	Income	Survivors of public service officers killed in the line of duty	NA	I.R.C.	0

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39					X	Support Family & Insurance/Fallen Astronauts	1.037	Survivor Annuities of Fallen Astronauts	Income	Survivors of astronauts who die in the line of duty	NA	I.R.C.	0
40	X				X	Support Family/Victims of Terrorism	1.038	Discharge of Indebtedness for Victims of Terrorism	Income	Victims of terrorism or their survivors	NA	I.R.C.	0
41			X			Promote Health	1.039	Discharge of Indebtedness for Health Care Professionals	Income	Health care professionals whose loans are forgiven or repaid	Negligible	I.R.C.	0
42	X		X			Promote Health	1.040	Archer Medical Savings Accounts (exemption)	Income	Taxpayers with Archer MSAs	Included in 1.420	I.R.C.	0
43								Income		\$1,408.7			
44	X					Retirement	1.101	Net Exemption of Employer Contributions and Earnings of Private Pension Plans	Income	Employees whose employers contribute to private pension plans	\$958.5	I.R.C.	St. 1973, c. 723, s.2
45		X				Economic Competitiveness	1.102	Treatment of Incentive Stock Options	Income	Employees whose employers provide stock options	N.A.	I.R.C.	0
46		X				Economic Competitiveness	1.103	Exempt of Earnings on Stock Bonus Plans or Profit Sharing Trusts	Income	Employees whose employers provide stock bonus plans or profit sharing trusts	N.A.	M.G.L.	St. 1973, c. 723, s.2
47					X	Retirement	1.104	Exemption of Earnings on IRA and Keogh Plans	Income	Taxpayers with IRA or Keogh plans	\$326.2	M.G.L.	St. 1973, c. 723, s.2
48				X		Special Treatment of Gift	1.106	Nontaxation of Capital Gains at Time of Gift	Income	Donors and donees	\$124.0	I.R.C.	0
49								Income		\$4.5			
50				X		Special Treatment of Capital Gains	1.201	Capital Gains Deduction	Income	Taxpayers selling collectibles held for more than one year	N.A.	M.G.L.	St. 1979, c. 409, s. 2
51				X		Special Treatment of Capital Gains and Losses	1.202	Deduction of Capital Losses against Interest and Dividend Income	Income	Taxpayers having net capital losses and interest and dividend income	N.A.	M.G.L.	St. 1973, c. 723, s. 2
52			X			Energy Development	1.203	Excess Natural Resource Depletion Allowance	Income	Individuals or investors in extractive industries	\$0.3	I.R.C.	0
53			X		X	Support Housing/Infrastructure Improvement	1.204	Abandoned Building Renovation Deduction	Income	Taxpayers renovating eligible buildings in Economic Opportunity Areas	\$4.2	M.G.L.	St. 1993, c. 19, s. 15
54								Income		\$86.6			
55					X	Support Housing	1.301	Accelerated Depreciation on Rental Housing	Income	Landlords and investors in rental housing	\$20.0	I.R.C.	0
56		X				Infrastructure Improvement	1.303	Accelerated Depreciation on Buildings (other than Rental Housing)	Income	Taxpayers depreciating buildings	\$6.1	I.R.C.	0
57		X				Economic Competitiveness	1.304	Accel. Cost Recovery System (ACRS) for Equipment	Income	Taxpayers depreciating tangible personal property	\$46.8	I.R.C.	0
58		X				Economic Competitiveness	1.305	Deduction for Excess First-Year Depreciation	Income	Taxpayers electing to expense excess first year depreciation	\$7.7	I.R.C.	0

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59		X				Economic Competitiveness	1.306	Five-Year Amortization of Start-Up Cost	Income	Taxpayers starting a business.	\$4.5	I.R.C.	0
60		X	X			Energy Development	1.308	Expensing of Exploration and Development Costs	Income	Taxpayers investing in or in extractive industries	Negligible	I.R.C.	0
61		X	X			Economic Competitiveness	1.309	Expensing of Research and Development Expenditures in One Year	Income	Taxpayers investing in or in a trade or business incurring research and development expenditures	\$1.2	I.R.C.	0
62			X			Protect Environment	1.310	Five-Year Amortization of Pollution Control Facilities	Income	Taxpayers investing in or in a trade or business with a certified pollution control facility	N.A.	I.R.C.	0
63			X			Protect Environment	1.311	Seven Year Amortization for Reforestation	Income	Taxpayers investing in or in the forestry business	N.A.	I.R.C.	0
64		X			X	Promote Agriculture	1.312	Expensing of Certain Capital Outlays of Farmers	Income	Farmers	\$0.3	I.R.C.	0
65	Income										\$814.4		
66	X				X	Retirement	1.401	Deduction for Employee Social Security and Railroad Retirement Payments	Income	Employees contributing to Social Security or Railroad Retirement	\$299.6	M.G.L.	St. 1973, c. 723, s. 2
67	X				X	Retirement	1.402	Deduction for Employee Contributions to Public Pension Plans	Income	Employees contributing to federal and state contributory pension plans	Included in 1.401	M.G.L.	St. 1973, c. 723, s. 2
68	X				X	Support the Elderly	1.403	Additional Exemption for the Elderly	Income	Taxpayers age 65 or over	\$25.9	M.G.L.	St. 1973, c. 723, s. 2
69	X					Support the Blind	1.404	Additional Exemption for the Blind	Income	Blind individuals	\$1.3	M.G.L.	St. 1973, c. 723, s. 2
70	X				X	Promote Family	1.405	Dependents Exemption where the Child Earns Income	Income	Taxpayers with dependent children earning income	N.A.	M.G.L./I.R.C.	St. 1986, c. 488, s. 31
71	X				X	Promote Family	1.406	Deduction for Dependent Under 12	Income	Certain taxpayers with children under the age of 12	\$135.8	M.G.L.	St. 1975, c. 684, s. 40
72	X		X			Promote Education	1.407	Personal Exemption for Students Aged 19 or Over	Income	Parents with children age 19 or over who are full-time students	\$8.4	M.G.L./I.R.C.	St. 1986, c. 488, s. 31
73	X				X	Promote Family	1.408	Deduction for Adoption Fees	Income	Taxpayers adopting children	\$0.5	M.G.L.	St. 1986, c. 488, s. 31
74	X				X	Promote Family	1.409	Deduction for Business-Related Childcare Expenses	Income	Taxpayers with business-related child care expenses	\$15.4	M.G.L./I.R.C.	St. 1974, c. 848, s. 1
75	X		X			Promote Health	1.410	Exemption of Medical Expenses	Income	Taxpayers with high medical or dental expenses in relationship to federal adjusted gross income	\$77.9	M.G.L./I.R.C.	St. 1986, c. 488, s. 31
76	X					Promote Housing	1.411	Rent Deduction	Income	Renters	\$116.1	M.G.L.	St. 1980, c. 580, s. 12

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77	X		X			Promote Charity	1.412	Nontaxation of Charitable Purpose Income of Trustees, Executors or Administrators	Income	Recipients such as charitable organizations of monies in trusts or estates set aside for public charitable purposes	N.A.	M.G.L.	St. 1973, c. 723, s. 2
78					X	Promote Saving	1.413	Exemption of Interest on Savings in Massachusetts Banks	Income	Taxpayers with deposits in Massachusetts banks	\$5.1	M.G.L.	St. 1973, c. 723, s. 2
79	X		X			Promote Education	1.414	Tuition Tax Deduction	Income	Taxpayers paying college tuition on their own behalf or that of a dependent	\$35.9	M.G.L.	St. 1996, c. 151, s. 204
80	X		X		X	Promote Charity	1.415	Charitable Contributions Tax Deduction	Income	Taxpayers making charitable contributions and charitable organizations	NA	M.G.L.	0
81					X	Anti-discrimination	1.418	Deduction for Costs Involved in Unlawful Discrimination Suits	Income	Taxpayers bringing suits for unlawful discrimination	NA	I.R.C.	0
82					X	Support Military/Veterans	1.419	Business Exp of National Guard and Reserve Members	Income	Certain National Guard and Reserve Members	Negligible	I.R.C.	0
83	X		X		X	Retirement	1.420	Archer Medical Savings Accounts (deduction)	Income	Taxpayers with Medical Savings Accounts	Negligible	I.R.C.	0
84			X			Protect Environment/Energy Development	1.421	Clean-Fuel Vehicles and Certain Refueling Prop.	Income	Taxpayers purchasing clean fuel vehicles	Negligible	I.R.C.	0
85	X		X			Promote Health	1.422	Health Savings Accounts (deduction)	Income	Taxpayers with Health Savings Accounts	\$12.3	I.R.C.	0
86			X			Promote Transportation	1.423	Commuter Deduction (NEW)	Income	Certain taxpayers who commute	\$6.7	M.G.L.	St. 2006, c. 139, s. 42
87	X		X			Promote Health	1.424	Self-Employed Health Insurance Deduction	Income	Self-employed taxpayers with health insurance	\$44.2	I.R.C.	0
88	X		X			Promote Education	1.425	Student Loan Interest Deduction	Income	Taxpayers paying interest on higher education loans	\$29.5	M.G.L.	0
89			X		X	Promote Health	1.426	Expenses of Human Organ Transplant	Income	Organ donors	\$0.5	M.G.L.	
90									Income	\$241.8			
91			X			Protect Environment/Energy Development	1.601	Renewable Energy Source Credit	Income	Homeowners installing renewable energy systems	\$1.3	M.G.L.	St. 1979, c. 796, s. 9
92			X			Promote Health	1.602	Credit for Removal of Lead Paint	Income	Publish health; Landlords de-leading apartments	\$2.5	M.G.L.	St. 1987, c. 773, s. 4
93	X	X				Economic Competitiveness	1.603	EDIP/Economic Opportunity Area Credit	Income	Investors in Economic Opportunity areas	\$2.9	M.G.L.	St. 1993, 19, s. 46
94		X			X	Job Creation	1.604	Credit for Employing Former Full-Employment Program Participants	Income	Employers	Expired	M.G.L.	St. 1995, c. 5 §110(m)
95	X					Support Low Income Workers	1.605	Earned Income Credit	Income	Low income, principally parents	\$132.3	M.G.L.	St. 1997, c. 43, s. 63

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96			X			Protect Environment	1.606	Septic System Repair Credit	Income	Non-urban taxpayers with failing septic systems	\$12.5	M.G.L.	St. 1997, c. 43, s. 63
97	X		X			Promote Housing	1.607	Low Income Housing Tax Credit	Income	Developers of residential real estate (only a small percentage claimed via personal income tax)	\$2.0	M.G.L.	St. 1999, c. 127, s. 82
98			X			Protect Environment	1.608	Brownfields Credit	Income	Developers cleaning sites (only a small percentage claimed via personal income tax)	\$3.2	M.G.L.	St.2003, c. 141, § 22
99	X					Support the Elderly	1.609	Refundable Credit Against Property Tax for Seniors ("Circuit Breaker")	Income	Relatively low income aged 65 or older	\$77.6	M.G.L.	St. 1999, c. 127, s. 80
100			X			Protect Historic Buildings	1.610	Historic Buildings Rehabilitation Credit	Income	Owners / developers of historic buildings (only a small percentage claimed via personal income tax)	\$2.5	M.G.L.	St.2003, c. 141, § 22
101		X				Economic Competitiveness/Film Industry/Job Creation	1.611	Film Credit, Payroll and Production	Income	Film makers, primarily out of state (only a small percentage claimed via personal income tax)	\$2.6	M.G.L.	St. 2005, c. 158
102		X				Economic Competitiveness/Medical Device Manufacturing/Job Creation	1.613	Medical Device Credit	Income	Manufacturers of medical devices	\$0.4	M.G.L.	St. 2006, c. 145

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103	X	X				Promote Agriculture	1.614	Dairy Farmer Tax Credit	Income	Dairy farmers	\$0.4	M.G.L.	St. 2008, c. 310, s. 3
104			X			Protect Environment	1.615	Conservation Land Tax Credit	Income	Land owners	\$1.5	M.G.L.	
105	Corp&Bus										\$1,323.5		
106	Corp&Bus										\$71.0		
107		X				Economic Competitiveness/S-corporations	2.001	Small Business Corporations	Corp&Bus	S corporations and their shareholders	\$71.0	I.R.C	0
108			X			Energy Development	2.002	Exemption of Income from the Sale, Lease or Transfer of Certain Patents	Corp&Bus	Massachusetts corporations holding or having applied for such patents	negligible	M.G.L.	0
109	Corp&Bus										\$1.1		
110		X				Economic Competitiveness/U.S.-Flag Shipping Companies	2.101	Deferral of Tax on Certain Shipping Companies	Corp&Bus	Eligible shipping Companies (Operators of U.S.-flag ships)	\$1.1	I.R.C	0
111	Corp&Bus										\$137.0		
112	X		X			Promote Charity	2.201	Charitable Deduction	Corp&Bus	Corporations making charitable contributions	\$46.5	I.R.C	0
113		X				Economic Competitiveness	2.203	Net Operating Loss (NOL) Carryover	Corp&Bus	Business corporations with net operating losses	\$90.6	I.R.C	0
114			X			Promote Mining	2.204	Excess Natural Resource Depletion Allowance	Corp&Bus	Corporations in extractive industries	Negligible	I.R.C	0
115		X				Economic Competitiveness/Cooperatives	2.205	Deduction for Certain Dividends of Cooperatives	Corp&Bus	Cooperatives	NA	I.R.C	0



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116	X		X			Infrastructure Improvement	2.206	Abandoned Building Renovation Deduction	Corp&Bus	Corporations renovating eligible buildings in Economic Opportunity Areas	Negligible	I.R.C	St.1993, c. 19, § 18, was approved Mar. 9, 1993, and by § 50 made effective upon passage.
117	Corp&Bus \$243.0												
118	X	X				Support Housing	2.301	Accelerated Depreciation on Rental Housing	Corp&Bus	Corporate builders and investors in rental housing	\$1.6	I.R.C	0
119	X	X				Support the Elderly & the Disabled	2.303	Expensing for Removal of Barriers to the Handicapped	Corp&Bus	The handicapped and elderly and corporations that remove these barriers	\$0.2	I.R.C	0
120		X				Economic Competitiveness/Start-up Businesses	2.304	Five-Year Amortization of Start-Up Cost	Corp&Bus	Corporations starting a business	\$0.2	I.R.C	0
121		X				Economic Competitiveness	2.305	Accelerated Cost Recovery System (ACRS) for Equipment	Corp&Bus	Corporations depreciating tangible personal property	\$171.5	I.R.C	0
122		X				Economic Competitiveness	2.306	Deduction for Excess First-Year Depreciation	Corp&Bus	Corporations electing to expense depreciable business assets	\$3.4	I.R.C	0
123		X				Infrastructure Improvement	2.307	Accelerated Depreciation on Buildings (other than Rental Housing)	Corp&Bus	Corporations depreciating buildings other than rental housing	\$4.4	I.R.C	0
124		X	X			Economic Competitiveness/R&D Companies	2.308	Expensing of Research and Development Expenditures in One Year	Corp&Bus	Corporations incurring research and experimental expenditures	\$61.1	I.R.C	0
125		X	X			Economic Competitiveness/Extractive Industries	2.309	Expensing of Exploration and Development Costs	Corp&Bus	Corporations investing in or engaged in extractive industries	Negligible	I.R.C	0
126			X			Protect Environment	2.311	Five-Year Amortization of Pollution Control Facilities	Corp&Bus	Corporations with certified pollution control facilities	NA	I.R.C	0
127			X			Energy Development	2.312	Expensing of Certain Expenditures for Alternative Energy Sources	Corp&Bus	Corporations investing in solar or wind systems to use in their business	\$0.5	M.G.L.	Added by St.1976, c. 487, § 1.

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128			X			Protect Environment	2.313	Seven-Year Amortization for Reforestation	Corp&Bus	Corporations investing in or engaged in the forestry business	\$0.1	I.R.C	0
129	Corp&Bus										\$262.2		
130		X				Economic Competitiveness	2.401	Unequal Weighting of Sales, Payroll, and Property in Apportionment Formula	Corp&Bus	Most corporations that apportion income	\$262.2	M.G.L.	0
131	Corp&Bus										\$191.0		
132			X			Energy Development	2.501	Nontaxation of Certain Energy Property	Corp&Bus	Corporations investing in alternative energy to use in their businesses	NA	M.G.L.	St.1976, c. 487, § 1
133				X		Avoid Double Taxation	2.502	Exemption for Property Subject to Local Taxation	Corp&Bus	Corporations whose tangible property is subject to local taxation	\$191.0	M.G.L.	St. 1962, c. 756, §2
134	Corp&Bus										\$415.6		
135		X	X			Economic Competitiveness/R&D & Manufacturing	2.602	Investment Tax Credit	Corp&Bus	Manufacturing corporations and corporations engaged primarily in research and development, agriculture or commercial fishing are allowed a credit of 3% of the cost of depreciable real and tangible property.	\$56.5	M.G.L.	St.1970, c. 634, § 2
136			X			Protect Environment	2.603	Vanpool Credit	Corp&Bus	Business corporations are allowed a credit of 30% of the cost incurred during the taxable year for the purchase or lease of company shuttle vans used in the Commonwealth as part of an employer-sponsored ridesharing program.	Negligible	M.G.L.	St.1987, c. 736
137		X	X			Economic competitiveness/R&D companies	2.604	Research Credit	Corp&Bus	Corporations which made basic research payments and/or incurred qualified research expenses conducted in Massachusetts	\$110.9	M.G.L.	St.1991, c. 138, § 130

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138	X	X				Economic Competitiveness	2.605	EDIP/Economic Opportunity Area Credit	Corp&Bus	Businesses investing in qualified property in an Economic Opportunity Area.	\$21.7	M.G.L.	St.1993, c. 19, § 18
139		X			X	Job Creation	2.606	Credit for Employing Former Full-Employment Program Participants	Corp&Bus		Not active	M.G.L.	St. 1995, c. 5, § 110(m)
140			X			Infrastructure Improvement	2.607	Credit for Harbor Maintenance Taxes Paid	Corp&Bus	Corporations of which taxes paid are attributable to the shipment of break-bulk or containerized cargo by sea and ocean-going vessels through a Massachusetts harbor facility.	\$1.0	M.G.L.	St.1996, c. 339, § 1
141			X			Protect Environment	2.608	Brownfields Credit	Corp&Bus	Corporations which expended to rehabilitate contaminated property owned or leased for business purposes and located within an economically distressed area.	\$24.6	M.G.L.	St.1998, c. 206, § 35
142	X		X			Support Housing	2.609	Low Income Housing Credit	Corp&Bus	Corporations that claim a U.S. credit for the construction or development of low income housing.	\$38.6	M.G.L.	
143			X			Protect Historic Buildings	2.610	Historic Buildings Rehabilitation Credit	Corp&Bus	Historic buildings rehabilitators	\$47.5	M.G.L.	St.2003, c. 141, § 24
144		X				Economic Competitiveness/Film Industry/Job Creation	2.614	Film Credit (Payroll and Non-wage production)	Corp&Bus	Motion picture production companies who meet certain qualification requirements	\$82.6	M.G.L.	St. 2005, c. 158

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145		X				Economic Competitiveness/Medical Device Manufacturing/Job Creation	2.615	Medical Device-User Fee Credit	Corp&Bus	Medical device companies	\$3.6	M.G.L.	St. 2006, c. 144, 145
146		X				Economic Competitiveness/Infrastructure Improvement/Job Creation	2.616	Devens Refundable Tax Credit	Corp&Bus	A few developers	\$0.0	M.G.L.	St.1993, c. 19, § 18
147		X				Economic Competitiveness/Life Sciences/Job Creation	2.617	Life Sciences Tax Incentive Program (3 different credits)	Corp&Bus	Life science corporations	\$25.0	M.G.L.	St. 2008, c. 130, §§ 52-54
148		X				Economic Competitiveness/Life Sciences/job Creation		Life Sciences Investment Tax Credit	Corp&Bus	Life science corporations			
149		X				Economic Competitiveness/Life Sciences/Job Creation		Life Sciences User Fee Credit	Corp&Bus	Life science corporations			
150		X				Economic competitiveness/Life Sciences/Job Creation		Life Sciences Research Credit	Corp&Bus	Life science corporations			
151	X	X				Promote Agriculture	2.618	Dairy Farmer Tax Credit	Corp&Bus	Dairy farmers	\$3.6	M.G.L.	St. 2008, c. 310, § 6
152			X			Protect Environment	2.619	Conservation Land Tax Credit	Corp&Bus		\$0.5	M.G.L.	
153	Corp&Bus										\$2.6		
154				X		Promote Chartered Credit Unions	2.701	Exemption of Credit Union Income	Corp&Bus	Chartered credit unions	\$2.6	I.R.C	0
155				X		Promote Non-profit Organizations	2.702	Tax-Exempt Organizations	Corp&Bus		NA	I.R.C	0

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156				X		Economic Competitiveness/Mutual Funds	2.703	Exemption for Regulated Investment Companies	Corp&Bus		NA	M.G.L.	St.1935, c. 473, § 3
157	Sales										\$18,396.9		
158	Sales										\$408.4		
159			X		X	Support of Government Activities	3.001	Exemption for Sales to the Federal Government	Sales	U.S. government or any political subdivision thereof, or its respective agencies	N.A.	M.G.L.	1967
160			X		X	Support of Government Activities	3.002	Exemption for Sales to the Commonwealth	Sales	Commonwealth of Massachusetts, its political subdivisions or its respective agencies	N.A.	M.G.L.	1967
161				X		Promote Non-profit Organizations	3.003	Exemption for Sales to Tax-Exempt Organizations	Sales	Nonprofit corporations, foundations, organizations or institutions that are exempt under I.R.C. § 501(c)(3).	\$407.8	M.G.L.	1967; 1970
162		X				Economic Competitiveness/Film Industry/Job Creation	3.004	Exemption for Sales to Motion Picture Production Companies	Sales	Qualifying motion picture production companies; qualifying film school students	\$0.6	M.G.L.	2005
163	Sales										\$1,511.6		
164	X					Basic Necessities	3.101	Exemption for Food	Sales	Purchasers of "food products for human consumption" as defined and limited by G.L. c. 64H § 6(h)	\$682.7	M.G.L.	1967; 1986
165	X					Basic Necessities	3.102	Exemption for Certain Food and Beverages Sold in Restaurants	Sales	"Restaurants" that sell expressly excluded categories of food and beverages	N.A.	M.G.L.	1967
166	X					Basic Necessities	3.103	Exemption for Clothing	Sales	Purchasers of clothing generally designed for every day wear	\$282.0	M.G.L.	1967

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167	X		X			Promote Health	3.104	Exemption for Medical and Dental Supplies and Devices	Sales	Purchasers of various medicine, medical and dental equipment and health care items	\$448.8	M.G.L.	1967; 1973
168	X					Basic Necessities	3.105	Exemption for Water	Sales	Purchasers of water	\$50.5	M.G.L.	1967
169		X	X		X	Economic Competitiveness/Newspapers	3.106	Exemption for Newspapers and Magazines	Sales	Sellers/purchasers of newspapers and magazines	\$36.0	M.G.L.	1967
170					X	Promote patriotism	3.107	Exemption for the American Flag	Sales	Sellers/purchasers of the American Flag	N.A.	M.G.L.	1968
171		X		X		Promote Commerce in Rare Coins/Precious Metals	3.108	Exemption for Certain Precious Metals	Sales	Sellers/purchasers of certain rare coins and precious metals valued \$1,000 or more	N.A.	M.G.L.	1987
172				X		Avoid Tax Pyramiding	3.109	Exemption for Cement Mixers	Sales	Sellers/purchasers of cement mixers	N.A.	M.G.L.	1971
173		X				Economic Competitiveness	3.112	Exemption for Aircraft and Aircraft Parts	Sales	Sellers/purchasers of aircraft and repair or replacement parts exclusively used in aircraft	\$11.6	M.G.L.	2001
174	X		X			Promote Health/Support Family	3.113	Exemption for Breast Pumps	Sales	MA buyers of these products	included in 3.104	M.G.L.	2011
175	Sales										\$994.9		
176				X		Structural Decision to Tax under Alternative Excise	3.201	Exemption for Alcoholic Beverages	Sales	Purchasers of alcoholic beverages that are taxed under the Alcoholic Beverages Excise, G.L. c. 138	\$113.9	M.G.L.	1967
177				X		Structural Decision to Tax Under Alternative Excise	3.202	Exemption for Motor Fuels	Sales	Purchasers of motor fuels that are taxed under the Motor Fuels Excise	\$725.9	M.G.L.	1967

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	Fairness	Economic Competitiveness	Targeted Policy Priorities	Structural	Other								
178				X		Structural Decision to Tax Under Alternative Excise	3.203	Exemption for Room Rentals	Sales	Operators/occupants of rooms in hotels, motels, lodging houses and bed and breakfast establishments	\$155.1	M.G.L.	0
179	Sales\$894.8												
180	X			X		Avoid Tax Pyramiding/Basic Necessities	3.301	Exemption for Items Used in Making Clothing	Sales	Manufacturers/sellers of wearing materials and cloth used for clothing purposes	N.A.	M.G.L.	1967
181		X		X		Avoid Tax Pyramiding/Economic Competitiveness	3.302	Exemption for Materials, Tools, Fuels, and Machinery Used in Manufacturing	Sales	Manufacturers in MA	\$615.0	M.G.L.	1967
182		X		X		Avoid Tax Pyramiding/Economic Competitiveness	3.303	Exemption for Materials, Tools, Fuels, and Machinery Used in Research and Development	Sales	R&D companies in MA	\$86.3	M.G.L.	1977
183		X		X		Avoid Tax Pyramiding/Economic Competitiveness	3.304	Exemption for Materials, Tools, Fuels, and Machinery Used in Furnishing Power, water, and steam	Sales	Purchasers/sellers of materials, etc. and machinery used in furnishing gas, water, steam, or electricity to consumers if such materials are consumed and used directly and exclusively in furnishing the power	\$106.4	M.G.L.	1967
184		X		X		Economic Competitiveness/Newspaper Manufacturing	3.306	Exemption for Materials, Tools, Fuels, and Machinery Used in Newspaper Printing	Sales	Sellers/purchasers of materials, etc. and machinery used in newspaper publishing	\$62.3	M.G.L.	1967
185		X		X		Avoid Tax Pyramiding/Promote Agriculture	3.308	Exemption for Materials, Tools, Fuels, and Machinery Used in Agricultural Production	Sales	Entities engaged in agricultural production	\$14.3	M.G.L.	1967
186		X		X		Avoid Tax Pyramiding/Promote Fishing	3.309	Exemption for Vessels, Materials, Tools, Fuels, and Machinery Used in Commercial Fishing	Sales	Sellers/purchasers of certain vessels and items used directly and exclusively in commercial fishing	\$10.5	M.G.L.	1967; 1968
187		X		X		Economic Competitiveness/Broadcasting	3.310	Exemption for Materials, Tools, Fuels, and Machinery Used in Radio and TV Broadcasting	Sales	Media companies in MA	N.A.	M.G.L.	1967
188	Sales\$1,110.4												
189	X	X				Economic Competitiveness/Basic Necessities	3.401	Exemption for Electricity	Sales	Purchasers of electricity for residential use; small businesses; certain industrial users	\$306.4	M.G.L.	1967; 1990
190	X	X				Economic Competitiveness/Basic Necessities	3.402	Exemption for Fuel Used for Heating Purposes	Sales	Purchasers of heating fuel for residential use; small businesses; certain industrial users	\$84.2	M.G.L.	1967; 1990

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191	X	X				Economic Competitiveness/Basic Necessities	3.403	Exemption for Piped and Bottled Gas	Sales	Purchasers of natural gas for residential use; small businesses; certain industrial users	\$180.2	M.G.L.	1967; 1990
192	X	X				Economic Competitiveness/Basic Necessities	3.404	Exemption for Steam	Sales	Purchasers of steam for residential use, small business; certain industrial users	\$14.4	M.G.L.	1971; 1990
193			X			Energy Conservation	3.405	Exemption for Certain Energy Conservation Equipment	Sales	Purchasers of equipment relating to wind-powered or heat pump systems used for supplying energy or heating needs of principal residences in MA	N.A.	M.G.L.	1977
194					X	Support Survivors	3.406	Exemption for Funeral Items	Sales	Funeral directors and purchasers of caskets, coffins, burial garments, etc used in the funeral directing business	\$16.2	M.G.L.	1967
195	X					Support disabled/handicapped	3.407	Exemption for a Motor Vehicle for a Paraplegic	Sales	Specifically enumerated purchasers/users of motor vehicles for use by paraplegics	\$1.3	M.G.L.	1967
196	X		X			Promote Education	3.408	Exemption for Textbooks	Sales	Purchasers of textbooks required for instruction in educational institutions	\$26.0	M.G.L.	1967
197					X	Religion	3.409	Exemption for Books used for Religious Worship	Sales	Purchasers of bibles, prayer books and other books used for religious worship	N.A.	M.G.L.	1967
198				X		Avoid Tax Pyramiding	3.410	Exemption for Containers	Sales	Purchasers on specified returnable and non-refundable containers	\$157.7	M.G.L.	1967
199		X				Economic Competitiveness	3.411	Exemption for Certain Sales by Typographers, Compositors and Color Separators	Sales	Printers, publishers and manufacturers of boxes used in printing	N.A.	M.G.L.	1979
200			X			Promote Public Projects and Non-profit Organizations	3.412	Exemption for Sales of Building Materials and Supplies to be Used in Connection with Certain Construction Contracts	Sales	Federal and Massachusetts governments, their political subdivisions and tax-exempt organizations	\$222.9	M.G.L.	1967
201			X			Promote Transportation/Environment	3.417	Exemption for Commuter Boats	Sales	Purchasers of vessels, replacement or repair parts used exclusively to provide scheduled commuter passenger service	N.A.	M.G.L.	1990



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	Fairness	Economic Competitiveness	Targeted Policy Priorities	Structural	Other								
202		X			X	Economic Competitiveness	3.418	Exemption for Fuels, Supplies, and Repairs for Vessels Engaged in Interstate or Foreign Commerce	Sales	Purchasers of fuels, supplies and repairs for vessels engaged in interstate or foreign commerce	\$0.7	M.G.L.	1967
203		X			X	Promote Transportation/Economic Competitiveness	3.419	Exemption for Fuel Used in Operating Aircraft and Railroads	Sales	Purchasers of fuels used in operation of aircraft or railroads	\$59.4	M.G.L.	1967
204			X			Promote Transportation/Environment	3.420	Exemption for Sales of Certain New and Used Buses	Sales	Purchasers of buses, parts, and materials used in performing an essential government function (intra-city transportation)	N.A.	M.G.L.	1973
205		X				Economic Competitiveness	3.421	Exemption for Films	Sales	Purchasers of motion picture films for commercial exhibition	N.A.	M.G.L.	1967
206	X					Basic Necessities	3.422	Exemption for Telephone Services	Sales	Purchasers of residential telephone service (up to \$30/mo.)	\$41.1	M.G.L.	1967
207	Sales								\$13,354.7				
208				X		Structural Decision to Tax Under Deeds Excise	3.501	Nontaxation of Transfers of Real Property	Sales	Purchasers of real property	\$1,997.5	M.G.L.	
209				X		Structural Decision	3.502	Nontaxation of Rentals of Real Property	Sales	Renters of real property	\$1,690.9	M.G.L.	
210				X		Structural Decision	3.503	Nontaxation of Certain Services	Sales	Purchasers of a wide range of services	\$9,519.0	M.G.L.	
211				X	X	Federal Law	3.504	Nontaxation of Internet Access and Related Services	Sales	Purchasers of internet access services, email, electronic bulletin board, web hosting or similar on-line services	\$147.2	M.G.L.	
212	Sales								\$122.1				

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213				X		Structural Decision	3.601	Exemption for Casual or Isolated Sales	Sales	Sellers/purchasers of items not made in the course of the seller's regularly conducted trade or business	N.A.	M.G.L.	
214	X				X	Basic Necessities/Administrative Efficiency	3.602	Exemption for Vending Machine Sales	Sales	Sellers/purchasers of items from vending machines which exclusively sell items with a sales price of \$3.50 or less	N.A.	M.G.L.	
215	X				X	Basic Necessities/Certain Organizations	3.603	Exemption for Certain Meals	Sales	Sellers/purchasers of meals served in certain organizations, e.g., hospitals, nursing homes, churches, synagogues, etc	\$10.8	M.G.L.	
216	X				X	Basic Necessities/Certain Organizations	3.604	Exemption for Certain Bed and Breakfast Establishments from Sales Tax on Meals and Room Occupancy Excise	Sales	Operators of owner-occupied one, two, and three bedroom bed and breakfast homes and their guests	N.A.	M.G.L.	
217	X				X	Basic Necessities/Certain Organizations	3.605	Exemption for Certain Summer Camps from Sales Tax on Meals and Room Occupancy Excise	Sales	Summer camps for developmentally disabled individuals and children age 18 and under	\$2.5	M.G.L.	
218				X		Structural Decision	3.606	Exemption for Trade-in Allowances for Motor Vehicles and Trailers	Sales	Taxpayers purchasing motor vehicles in conjunction with a trade-in	\$95.7	M.G.L.	
219					X	Support Targeted Economic Activities/Promote Not for Profit Organizations	3.607	Exemptions for Publications of Tax-Exempt Organizations	Sales	Sellers/purchasers of publications of 501(c)(3) organizations	\$13.2	M.G.L.	
220	X		X			Promote Education	3.608	Exemption for Gifts of Scientific Equipment	Sales	Public or private nonprofit educational institutions located in MA and their students; MA Technology Park Corporation; Bay State Skills Corporation	N.A.	M.G.L.	
221		X				Economic Competitiveness	3.609	Exemption for Vessels or Barges 50 Tons and Over	Sales	Sellers/purchasers of barges weighing 50 tons or over when constructed in MA and sold by the builder	N.A.	M.G.L.	
222				X		Structural Decision	3.610	Exemption for Rental Charges for Refuse Containers	Sales	Customers having service contracts with waste service firms that place refuse containers on the customer's premises	N.A.	M.G.L.	

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223				X		Structural Decision	3.611	Exemption for Honor Trays	Sales	Purchasers of items from honor trays selling items for less than \$1	N.A.	M.G.L.	