



GOP TAX REFORM BILL CREATES JOBS AND CUTS TAXES FOR ALABAMA RESIDENTS

Tax reform legislation currently being considered by Congress will have a positive impact on the Alabama economy.¹ If the current legislation is approved, Alabama can expect its economy to grow by an additional 16.3% over the next 10 years.² That's good news for Alabama businesses, workers and taxpayers.

Expected Benefits from The Conference Plan

YEAR	JOBS	WAGES	ECONOMIC OUTPUT
2018	81,253	\$2,692,345,900	\$10,392,000,900
2019	44,019	\$1,486,494,700	\$5,687,263,500
2020	61,399	\$2,136,272,800	\$8,143,370,900
2021	66,519	\$2,365,050,800	\$8,953,124,400
2022	66,227	\$2,360,850,500	\$8,945,608,200
2023	54,951	\$1,961,867,600	\$7,444,244,800
2024	46,003	\$1,635,609,900	\$6,229,270,800
2025	41,062	\$1,481,267,900	\$5,612,806,500
2026	38,217	\$1,379,835,200	\$5,231,817,500
2027	38,949	\$1,413,911,300	\$5,354,639,700

TAX REFORM BENEFITS BOTH BUSINESSES AND WORKERS

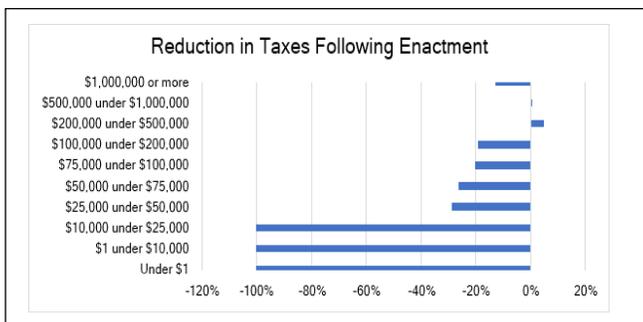
The changes to the corporate tax will benefit Alabama businesses by providing an influx of capital that can be used to create jobs, increase wages, or invest in the overall economy. In addition, a significant amount of this savings will be passed through to workers through higher wages or benefits.

It is estimated that 81,253 jobs will be created along with an increase in wages by \$2,692,345,900. In particular, the Business and Personal Services, Retailing, and Travel and Entertainment industries will benefit from the Conference proposal and overall, wages will rise by more than 2.1 percent.

MOST IMPACTED Alabama INDUSTRIES

INDUSTRY	JOBS
Business and Personal Services	31,178
Retailing	12,065
Travel and Entertainment	11,810
Finance, Insurance and Real Estate	8,735
Manufacturing	5,125
Transportation and Communication	3,804
Wholesaling	2,158
Other	1,964
Agriculture	1,722
Government	1,445
Construction	1,018
Mining	229

ALABAMA RESIDENTS WILL SEE TAX CUTS



Alabama taxpayers, especially those in the middle to lower classes, will see their taxes reduced by as much as 21.5 percent in the year following the enactment of the Conference proposal. These cuts occur across the board, with people in all income groups seeing a reduction.³

¹ According to a study released by John Dunham & Associates and local policy groups.

² Total growth over 10 years above the CBO baseline.

³ Note that some reductions might actually be larger than 100% due to certain refundable tax credit provisions. Does not include taxes paid due to repatriation or movement to territorial system