



## GOP TAX REFORM BILL CREATES JOBS AND CUTS TAXES FOR MISSOURI RESIDENTS

Tax reform legislation currently being considered by Congress will have a positive impact on the Missouri economy.<sup>1</sup> If the current legislation is approved, Missouri can expect its economy to grow by an additional 15.2% over the next 10 years.<sup>2</sup> That's good news for Missouri businesses, workers and taxpayers.

### Expected Benefits from The Conference Plan

YEAR	JOBS	WAGES	ECONOMIC OUTPUT
<b>2018</b>	113,432	\$4,269,338,700	\$15,249,718,100
<b>2019</b>	44,651	\$1,724,347,000	\$6,111,181,700
<b>2020</b>	75,423	\$3,030,616,700	\$10,606,054,600
<b>2021</b>	73,450	\$3,056,269,800	\$10,578,799,200
<b>2022</b>	75,991	\$3,156,224,700	\$10,943,189,200
<b>2023</b>	65,754	\$2,722,561,500	\$9,460,809,600
<b>2024</b>	59,189	\$2,422,312,300	\$8,463,136,100
<b>2025</b>	50,244	\$2,097,392,600	\$7,278,336,900
<b>2026</b>	48,573	\$2,021,829,600	\$7,026,941,000
<b>2027</b>	49,898	\$2,087,447,600	\$7,245,701,400

### TAX REFORM BENEFITS BOTH BUSINESSES AND WORKERS

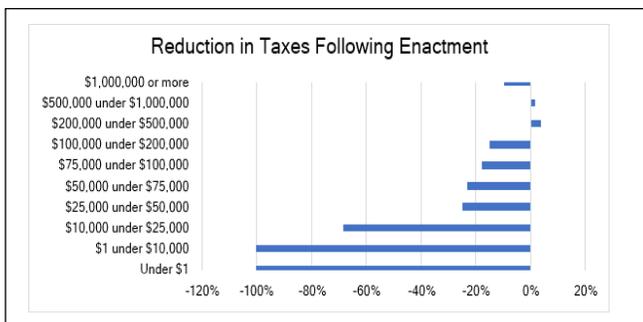
The changes to the corporate tax will benefit Missouri businesses by providing an influx of capital that can be used to create jobs, increase wages, or invest in the overall economy. In addition, a significant amount of this savings will be passed through to workers through higher wages or benefits.

It is estimated that 113,432 jobs will be created along with an increase in wages by \$4,269,338,700. In particular, the Business and Personal Services, Travel and Entertainment, and Retailing industries will benefit from the Conference proposal and overall, wages will rise by more than 2.3 percent.

#### MOST IMPACTED Missouri INDUSTRIES

INDUSTRY	JOBS
Business and Personal Services	45,507
Travel and Entertainment	16,748
Retailing	15,799
Finance, Insurance and Real Estate	12,237
Transportation and Communication	5,957
Manufacturing	5,743
Wholesaling	3,245
Agriculture	3,218
Other	2,234
Construction	1,326
Government	1,268
Mining	150

### MISSOURI RESIDENTS WILL SEE TAX CUTS



Missouri taxpayers, especially those in the middle to lower classes, will see their taxes reduced by as much as 11.7 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.<sup>3</sup>

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

<sup>2</sup> Total growth over 10 years above the CBO baseline.

<sup>3</sup> 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