



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

Tax reform legislation currently being considered by Congress will have a positive impact on the Pennsylvania economy.¹ If the current legislation is approved, Pennsylvania can expect its economy to grow by an additional 14.6% over the next 10 years.² That's good news for Pennsylvania businesses, workers and taxpayers.

Expected Benefits from The Conference Plan

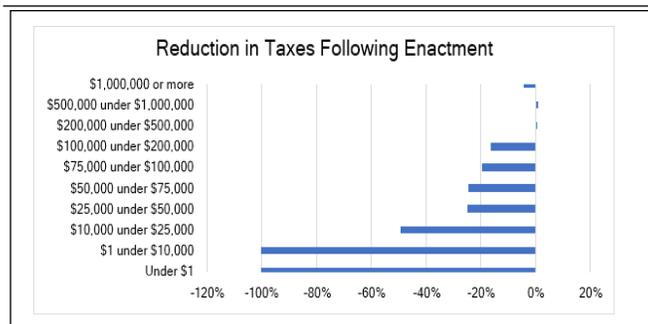
YEAR	JOBS	WAGES	ECONOMIC OUTPUT
2018	226,450	\$9,788,270,600	\$32,579,693,200
2019	78,220	\$3,492,044,500	\$11,621,954,800
2020	115,590	\$5,478,002,500	\$18,233,043,400
2021	107,434	\$5,362,044,400	\$17,829,288,900
2022	126,741	\$6,190,909,800	\$20,551,452,600
2023	120,664	\$5,804,137,400	\$19,244,548,600
2024	121,037	\$5,690,451,900	\$18,859,646,700
2025	106,650	\$5,101,596,100	\$16,868,638,500
2026	106,584	\$5,070,750,000	\$16,737,654,500
2027	110,089	\$5,262,017,900	\$17,333,285,500

TAX REFORM BENEFITS BOTH BUSINESSES AND WORKERS

The changes to the corporate tax will benefit Pennsylvania 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 226,450 jobs will be created along with an increase in wages by \$9,788,270,600. 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 2.1 percent.

PENNSYLVANIA RESIDENTS WILL SEE TAX CUTS



MOST IMPACTED Pennsylvania INDUSTRIES

INDUSTRY	JOBS
Business and Personal Services	95,826
Travel and Entertainment	30,896
Retailing	30,886
Finance, Insurance and Real Estate	23,437
Transportation and Communication	12,329
Manufacturing	12,131
Wholesaling	6,215
Other	5,637
Agriculture	3,008
Government	2,797
Construction	2,407
Mining	880

Pennsylvania taxpayers, especially those in the middle to lower classes, will see their taxes reduced by as much as 9.8 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