



GOP TAX REFORM BILL CREATES JOBS AND CUTS TAXES FOR SOUTH CAROLINA RESIDENTS

Tax reform legislation currently being considered by Congress will have a positive impact on the South Carolina economy.¹ If the current legislation is approved, South Carolina can expect its economy to grow by an additional 12.1% over the next 10 years.² That's good news for South Carolina businesses, workers and taxpayers.

Expected Benefits from The Conference Plan

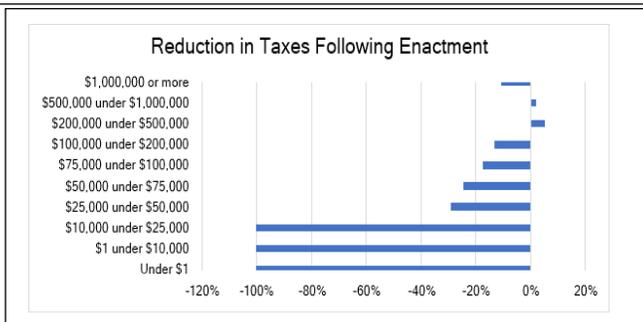
YEAR	JOBS	WAGES	ECONOMIC OUTPUT
2018	78,645	\$2,646,942,700	\$10,011,456,600
2019	37,836	\$1,303,218,400	\$4,884,544,900
2020	41,139	\$1,495,013,100	\$5,549,970,800
2021	38,058	\$1,449,498,100	\$5,308,318,000
2022	40,613	\$1,535,171,900	\$5,641,321,200
2023	36,287	\$1,360,089,700	\$5,017,180,000
2024	34,217	\$1,258,937,000	\$4,677,859,900
2025	28,928	\$1,088,174,100	\$4,015,070,800
2026	28,604	\$1,069,492,000	\$3,955,502,600
2027	29,586	\$1,110,905,800	\$4,104,716,800

TAX REFORM BENEFITS BOTH BUSINESSES AND WORKERS

The changes to the corporate tax will benefit South Carolina 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 78,645 jobs will be created along with an increase in wages by \$2,646,942,700. 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 2.1 percent.

SOUTH CAROLINA RESIDENTS WILL SEE TAX CUTS



MOST IMPACTED South Carolina INDUSTRIES

INDUSTRY	JOBS
Business and Personal Services	29,368
Travel and Entertainment	12,986
Retailing	11,950
Finance, Insurance and Real Estate	8,743
Manufacturing	4,741
Transportation and Communication	3,839
Wholesaling	2,037
Other	1,954
Agriculture	1,114
Construction	950
Government	888
Mining	73

South Carolina taxpayers, especially those in the middle to lower classes, will see their taxes reduced by as much as 18.1 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