



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

Tax reform legislation currently being considered by Congress will have a positive impact on the Tennessee economy.¹ If the current legislation is approved, Tennessee can expect its economy to grow by an additional 20.0% over the next 10 years.² That's good news for Tennessee businesses, workers and taxpayers.

Expected Benefits from The Conference Plan

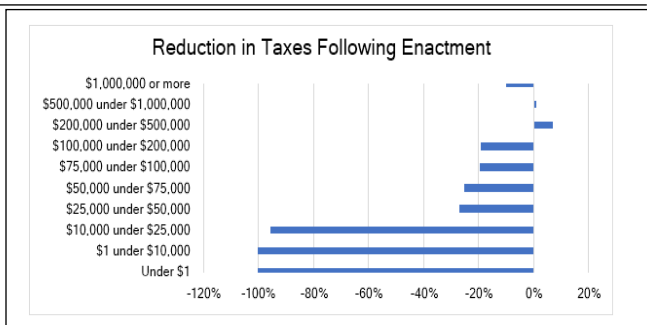
YEAR	JOBS	WAGES	ECONOMIC OUTPUT
2018	113,751	\$4,242,010,200	\$15,628,143,700
2019	50,660	\$1,930,995,500	\$7,082,956,900
2020	106,624	\$4,167,002,700	\$15,208,502,600
2021	121,990	\$4,849,633,400	\$17,645,573,700
2022	120,821	\$4,817,549,900	\$17,534,091,100
2023	99,115	\$3,961,379,600	\$14,424,801,300
2024	81,935	\$3,265,234,000	\$11,910,923,400
2025	75,534	\$3,045,912,100	\$11,076,715,600
2026	69,072	\$2,791,372,500	\$10,144,177,200
2027	69,231	\$2,815,335,700	\$10,214,333,500

TAX REFORM BENEFITS BOTH BUSINESSES AND WORKERS

The changes to the corporate tax will benefit Tennessee 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 113,751 jobs will be created along with an increase in wages by \$4,242,010,200. 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 2.0 percent.

TENNESSEE RESIDENTS WILL SEE TAX CUTS



MOST IMPACTED Tennessee INDUSTRIES

INDUSTRY	JOBS
Business and Personal Services	44,482
Travel and Entertainment	16,992
Retailing	15,814
Finance, Insurance and Real Estate	11,294
Manufacturing	7,010
Transportation and Communication	6,368
Wholesaling	3,192
Other	2,976
Agriculture	2,487
Government	1,601
Construction	1,371
Mining	165

Tennessee taxpayers, especially those in the middle to lower classes, will see their taxes reduced by as much as 12.8 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 The Beacon Center.

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