



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

Tax reform legislation currently being considered by Congress will have a positive impact on the Arizona economy.<sup>1</sup> If the current legislation is approved, Arizona can expect its economy to grow by an additional 19.2% over the next 10 years.<sup>2</sup> That's good news for Arizona businesses, workers and taxpayers.

### Expected Benefits from The Conference Plan

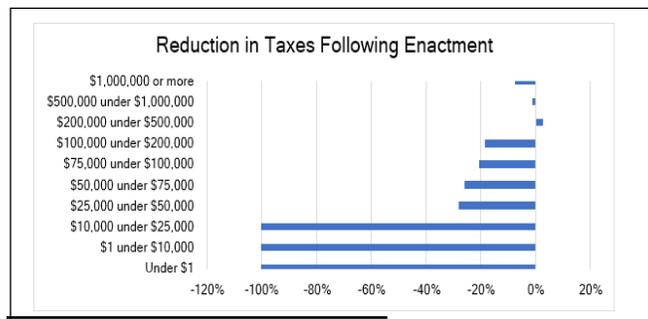
YEAR	JOBS	WAGES	ECONOMIC OUTPUT
<b>2018</b>	121,416	\$4,774,272,400	\$16,892,446,000
<b>2019</b>	61,546	\$2,463,631,900	\$8,691,222,000
<b>2020</b>	71,550	\$2,979,475,000	\$10,525,413,500
<b>2021</b>	71,905	\$3,079,927,700	\$10,853,828,100
<b>2022</b>	78,120	\$3,332,771,200	\$11,736,649,300
<b>2023</b>	69,878	\$2,971,414,400	\$10,458,683,500
<b>2024</b>	65,142	\$2,744,348,600	\$9,663,223,400
<b>2025</b>	57,802	\$2,468,981,700	\$8,670,352,900
<b>2026</b>	56,151	\$2,397,387,500	\$8,408,047,100
<b>2027</b>	57,486	\$2,468,373,600	\$8,640,272,300

### TAX REFORM BENEFITS BOTH BUSINESSES AND WORKERS

The changes to the corporate tax will benefit Arizona 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 121,416 jobs will be created along with an increase in wages by \$4,774,272,400. In particular, the Business and Personal Services, Travel and Entertainment, and Finance, Insurance and Real Estate industries will benefit from the Conference proposal and overall, wages will rise by more than 2.6 percent.

### ARIZONA RESIDENTS WILL SEE TAX CUTS



### MOST IMPACTED Arizona INDUSTRIES

INDUSTRY	JOBS
Business and Personal Services	48,811
Travel and Entertainment	18,023
Finance, Insurance and Real Estate	17,379
Retailing	16,687
Transportation and Communication	6,264
Wholesaling	3,347
Manufacturing	3,199
Other	2,634
Government	1,750
Agriculture	1,582
Construction	1,371
Mining	371

Arizona taxpayers, especially those in the middle to lower classes, will see their taxes reduced by as much as 16.9 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