

INCOME TAX CUTS PRODUCE MORE ECONOMIC GROWTH

CUTTING THE CORPORATE INCOME TAX \$50M, THE PERSONAL INCOME TAX \$370M & THE SALES TAX \$50M LEADS TO

\$390M IN ECONOMIC GROWTH

\$220M IN BUSINESS INVESTMENT

\$180M IN CONSUMER SPENDING

IN THE FIRST YEAR

ALTERNATIVE SCENARIOS ALSO LEAD TO GROWTH



Cut personal income tax \$500M

\$430M
in economic growth

\$240M
in business investment

\$200M
in consumer spending



Cut corporate income tax \$500M

\$550M
in economic growth

\$360M
in business investment

\$210M
in consumer spending



Cut sales tax \$500M

\$160M
in economic growth

\$50M
in business investment

\$110M
in consumer spending



Give \$500M capitated rebate

\$270M
in economic growth

\$140M
in business investment

\$140M
in consumer spending

About the Research:

Reforming Kansas Tax Policy was authored by the Economic Research Center at The Buckeye Institute. The research was conducted using a double-blind peer reviewed dynamic scoring model—STELA—developed by economists at Buckeye's Economic Research Center. STELA demonstrates how changes in tax and spending policies affect a state's economy, businesses, and families. Learn more at BuckeyeInstitute.org/ERC.

