

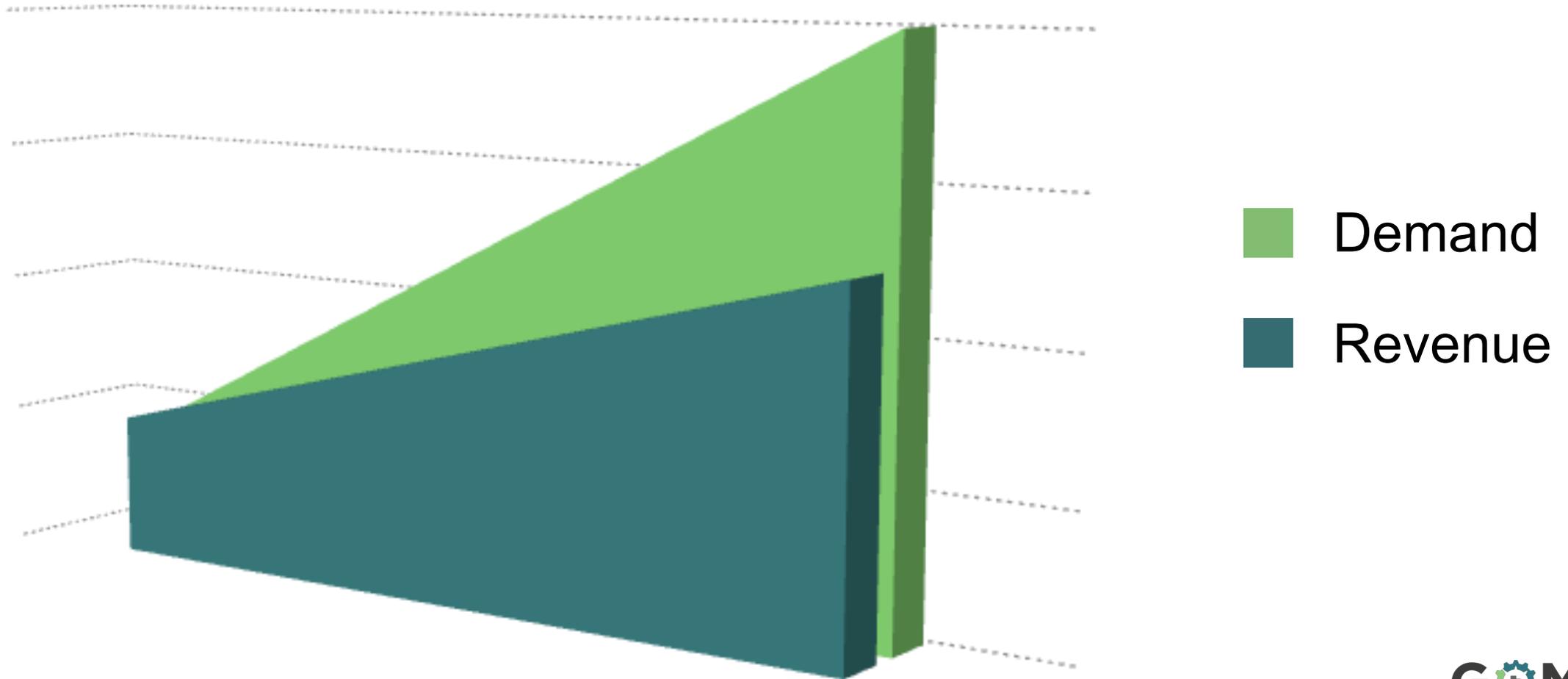


GOMB

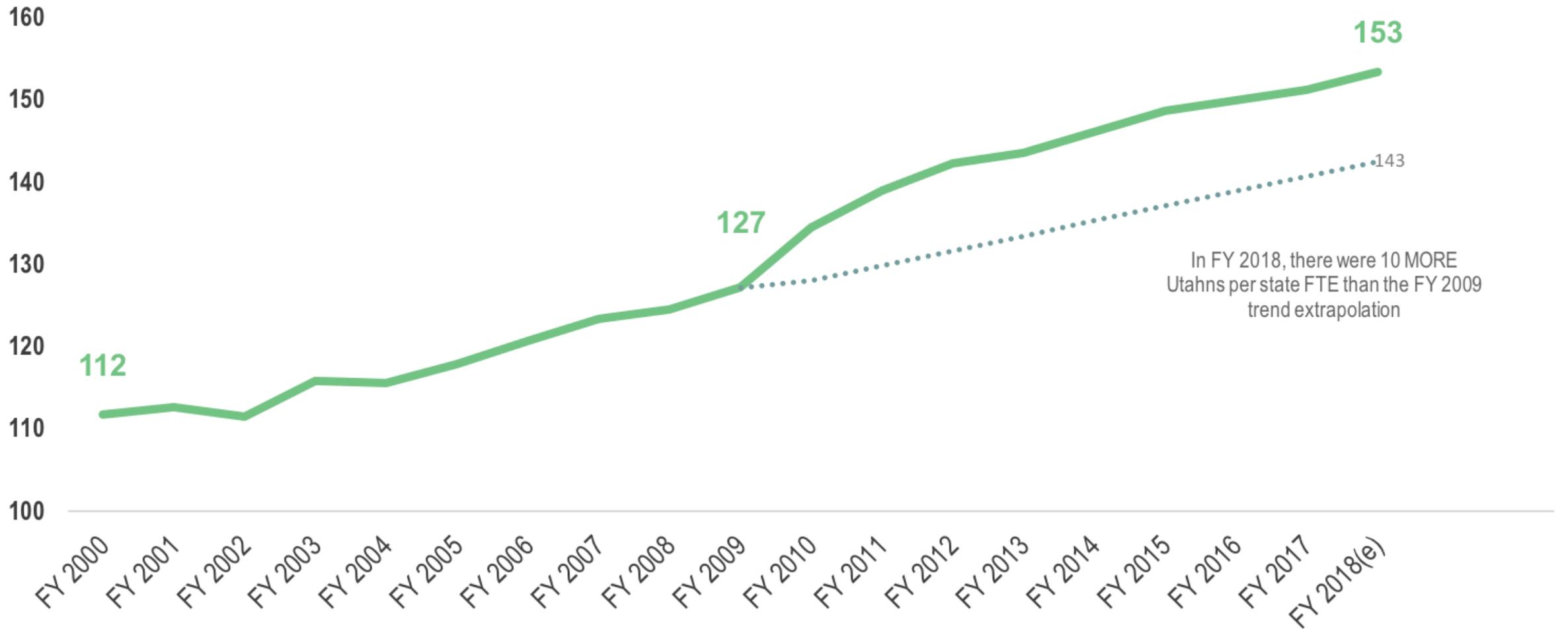
Tax Reform Overview

Effective & Efficient Government

GOVERNMENT SERVICES



Utah Citizens per State of Utah Full-Time Equivalent Employee (FTE)

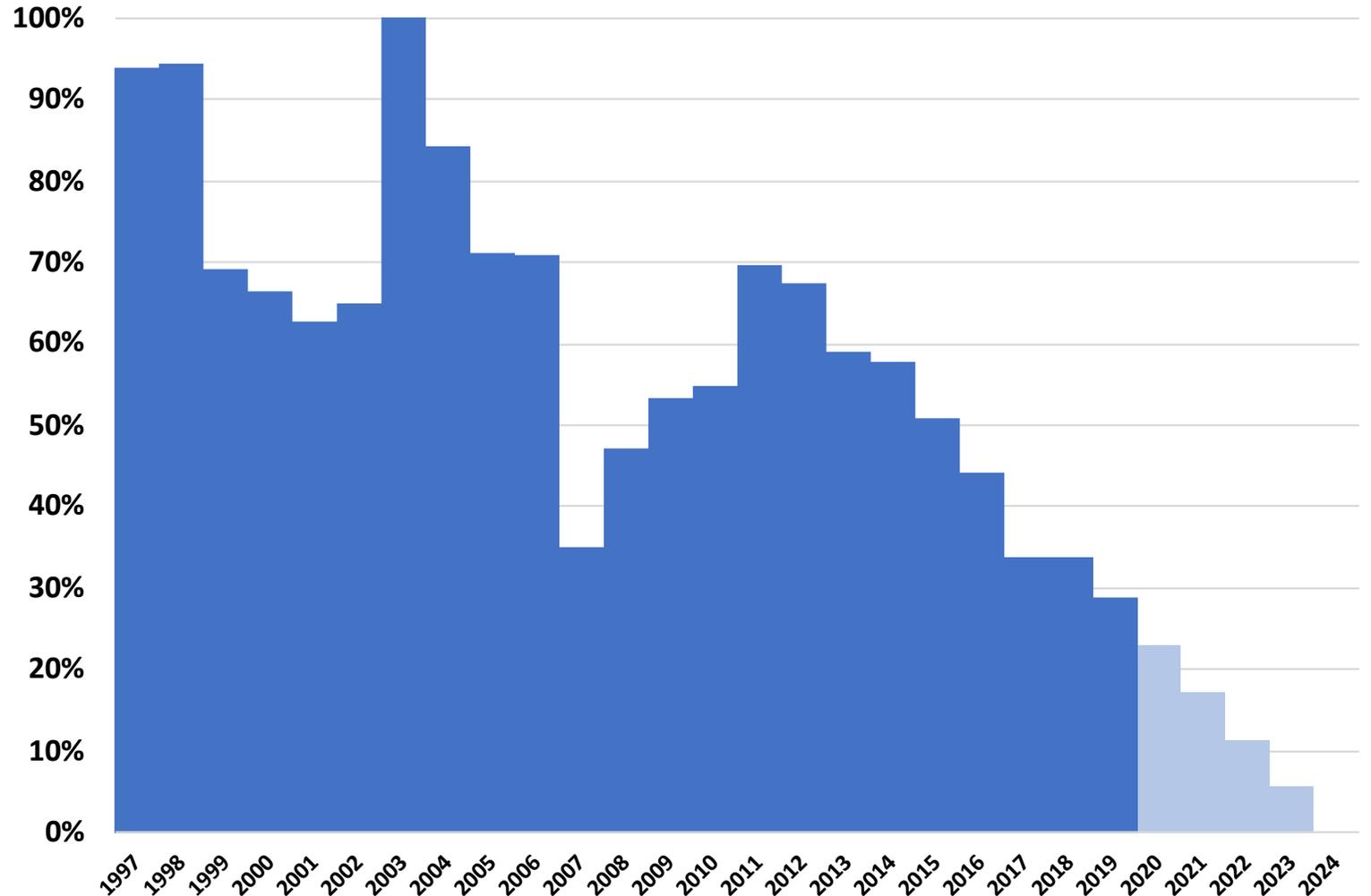


Tax Modernization

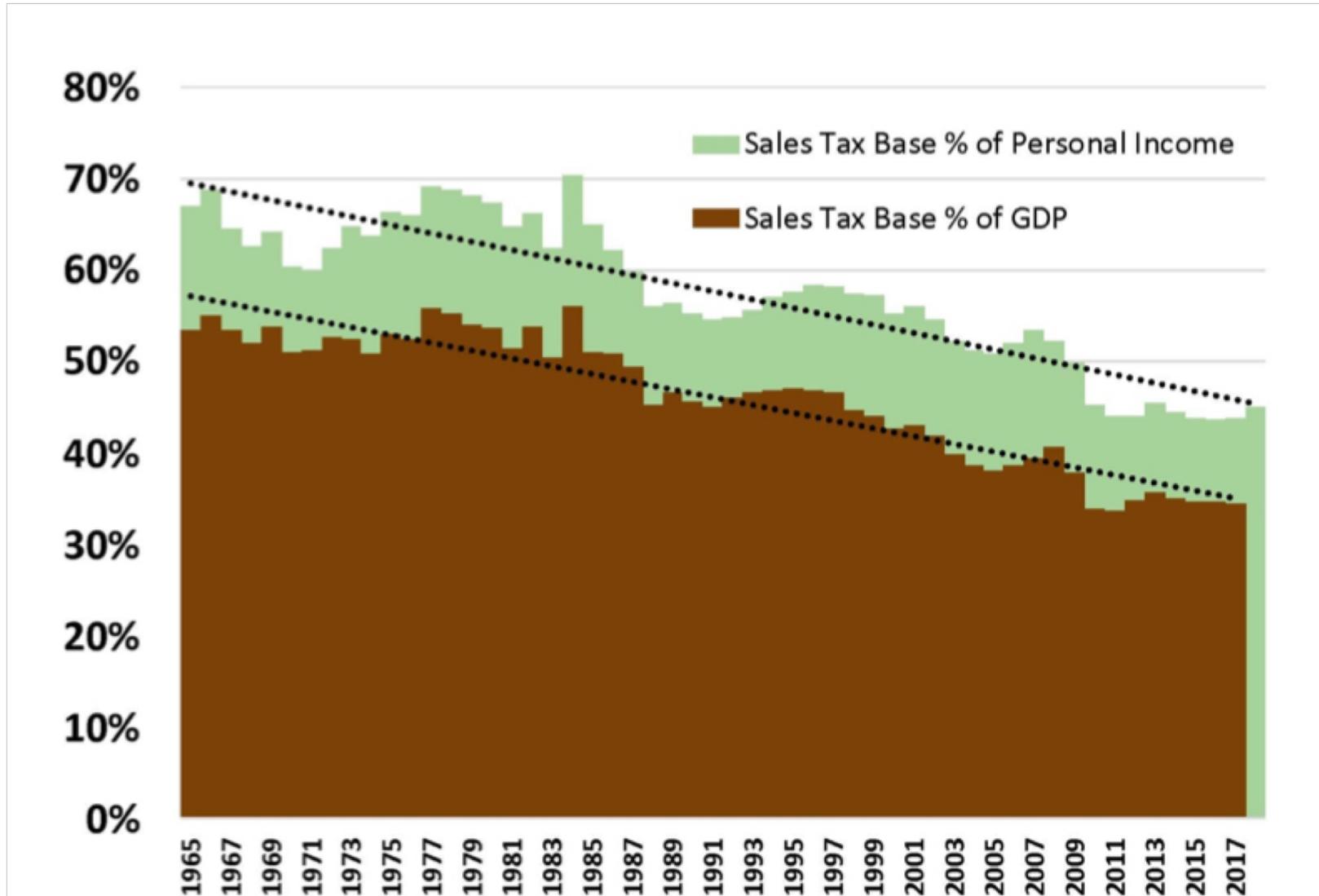
Why reform the sales tax?

1. Shrinking Base
2. Regressive
3. Fiscal Cliff

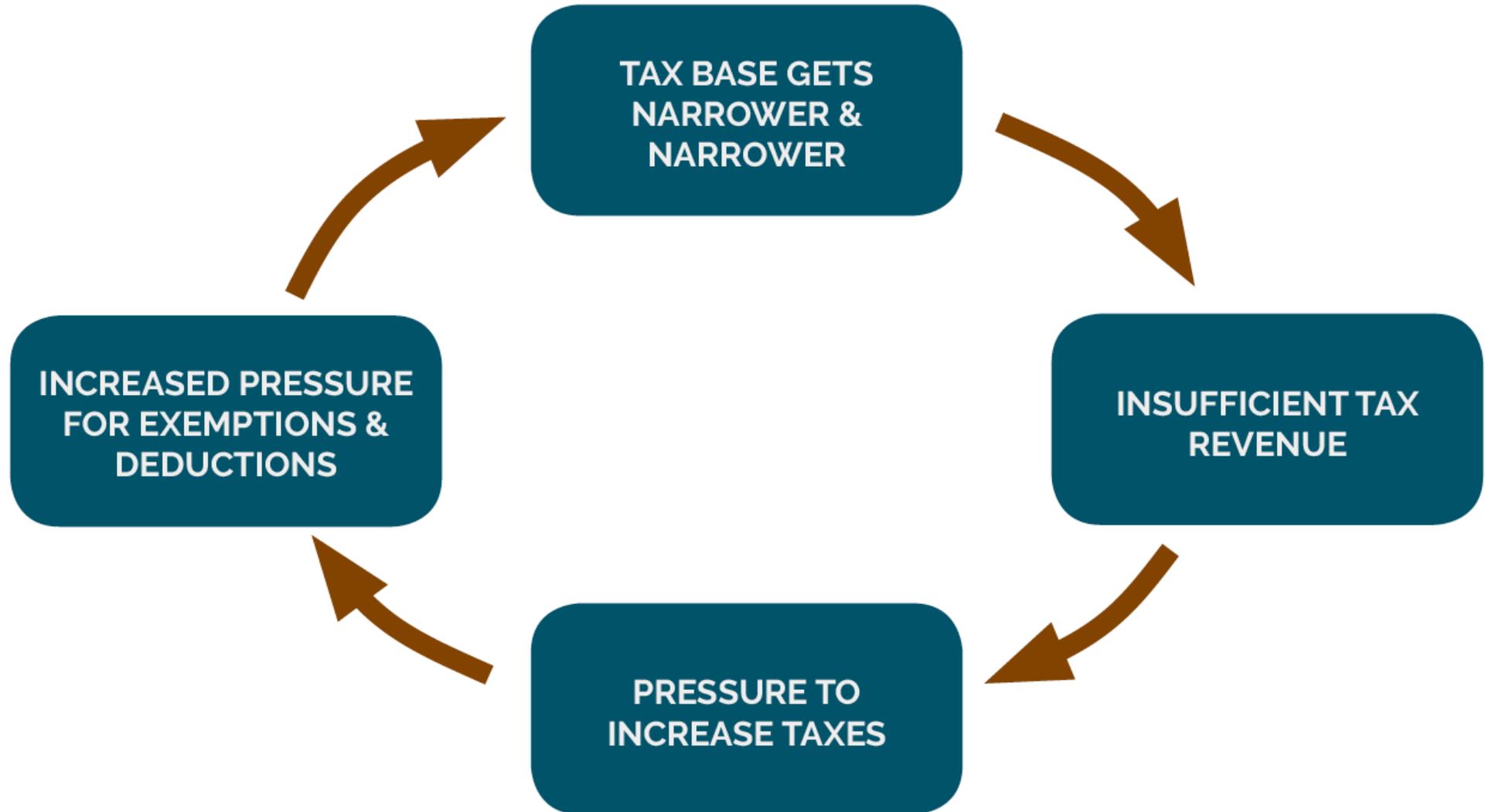
Higher Education Funding From General Fund (Sales Tax)



Utah's Narrowing Tax Base



Tax Vicious Cycle



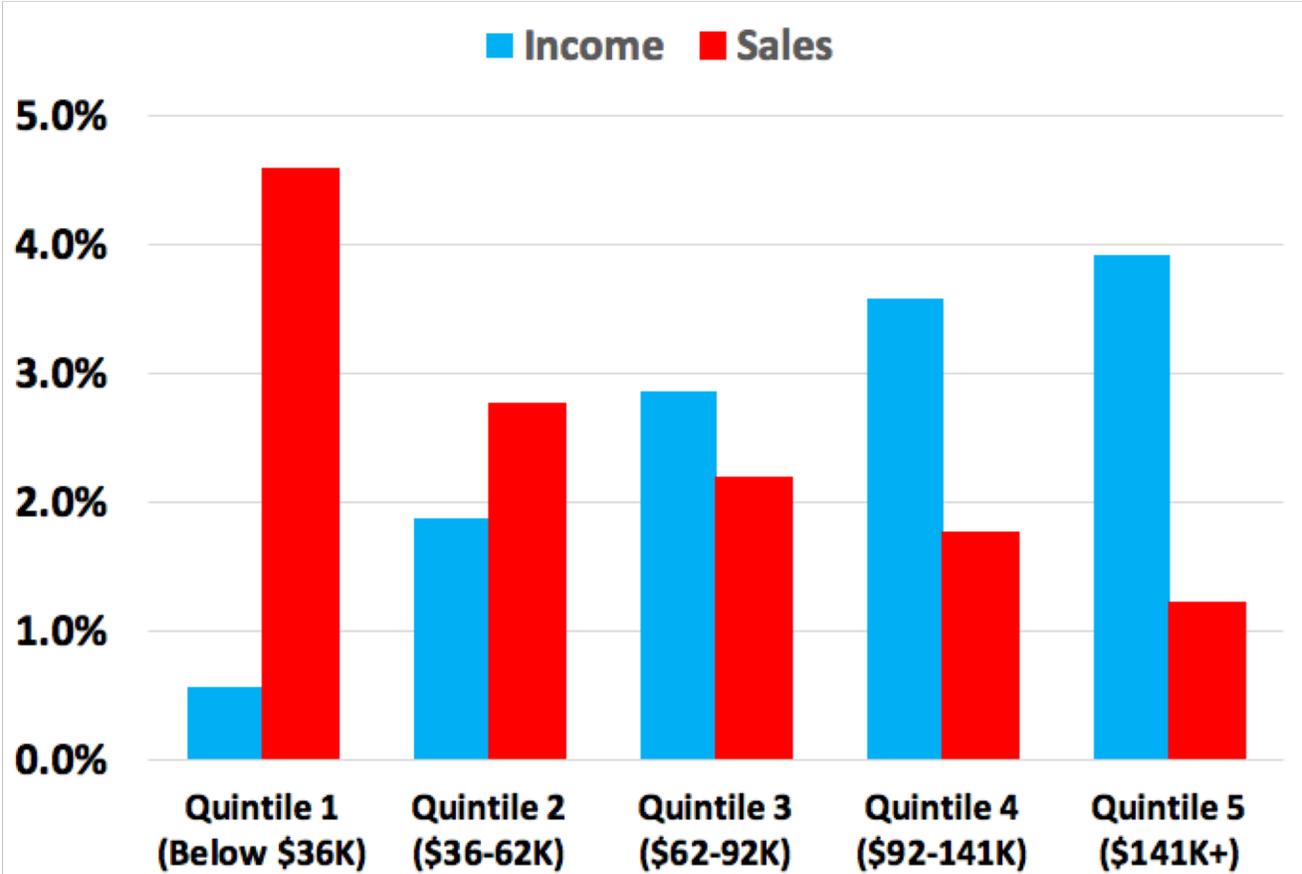
Solution

Broaden the base

Lower the rate

Tax cut

ESTIMATED INDIVIDUAL INCOME TAX AND SALES TAX AS A PERCENT OF INCOME, BY INCOME



Each quintile represents about 200,000 households



G**MB**

www.gomb.utah.gov