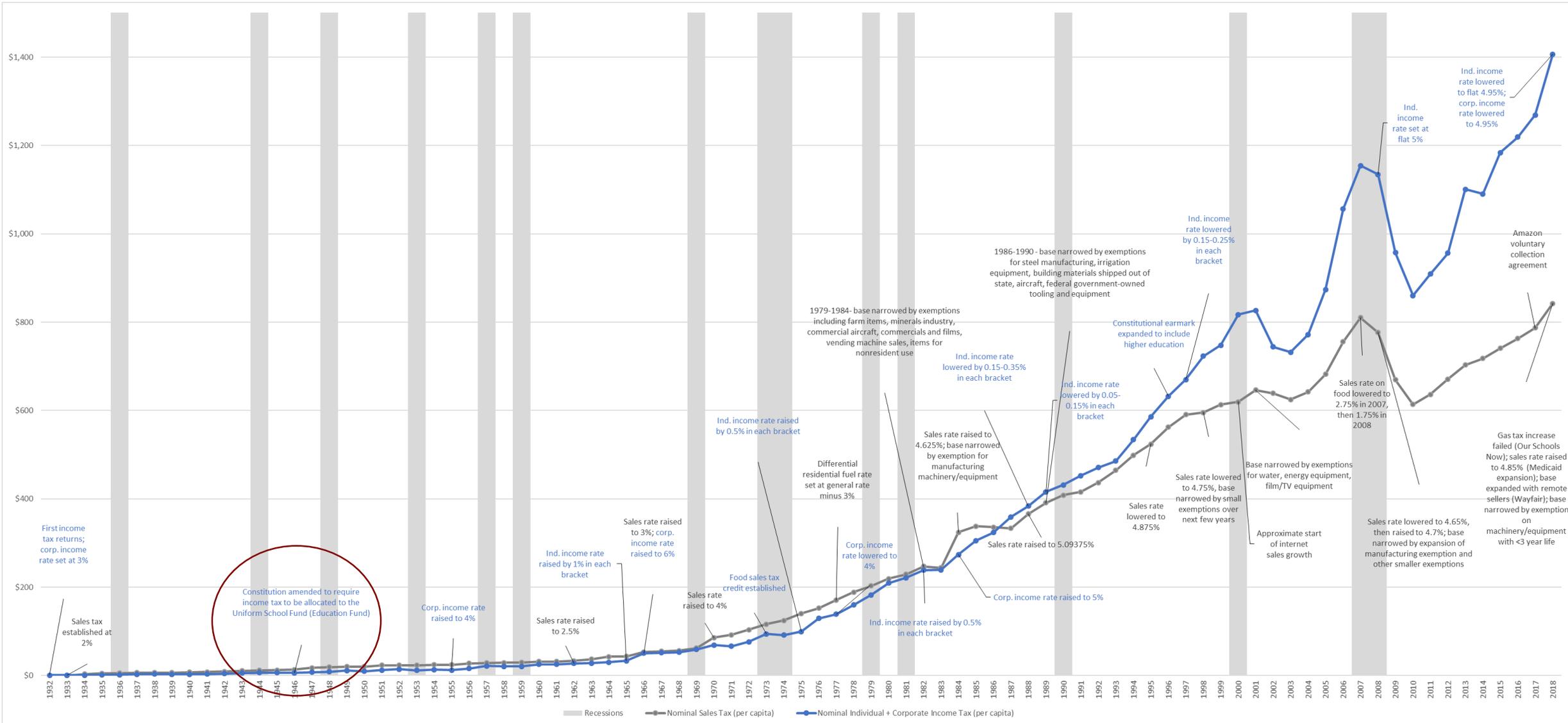


MAJOR TAX TYPES AND THE BUDGET

Office of the Legislative Fiscal Analyst

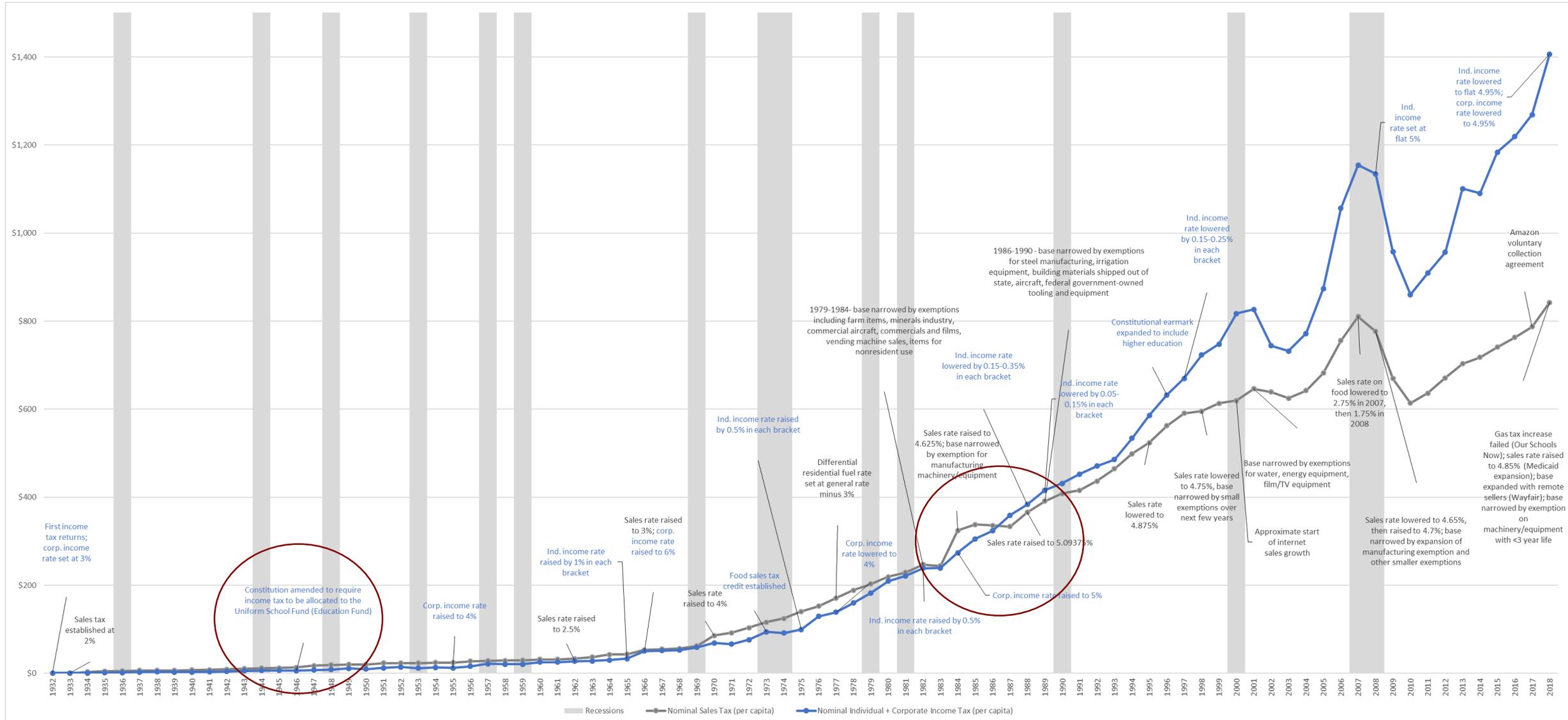


HISTORY OF TAX COLLECTIONS, 1932-2018

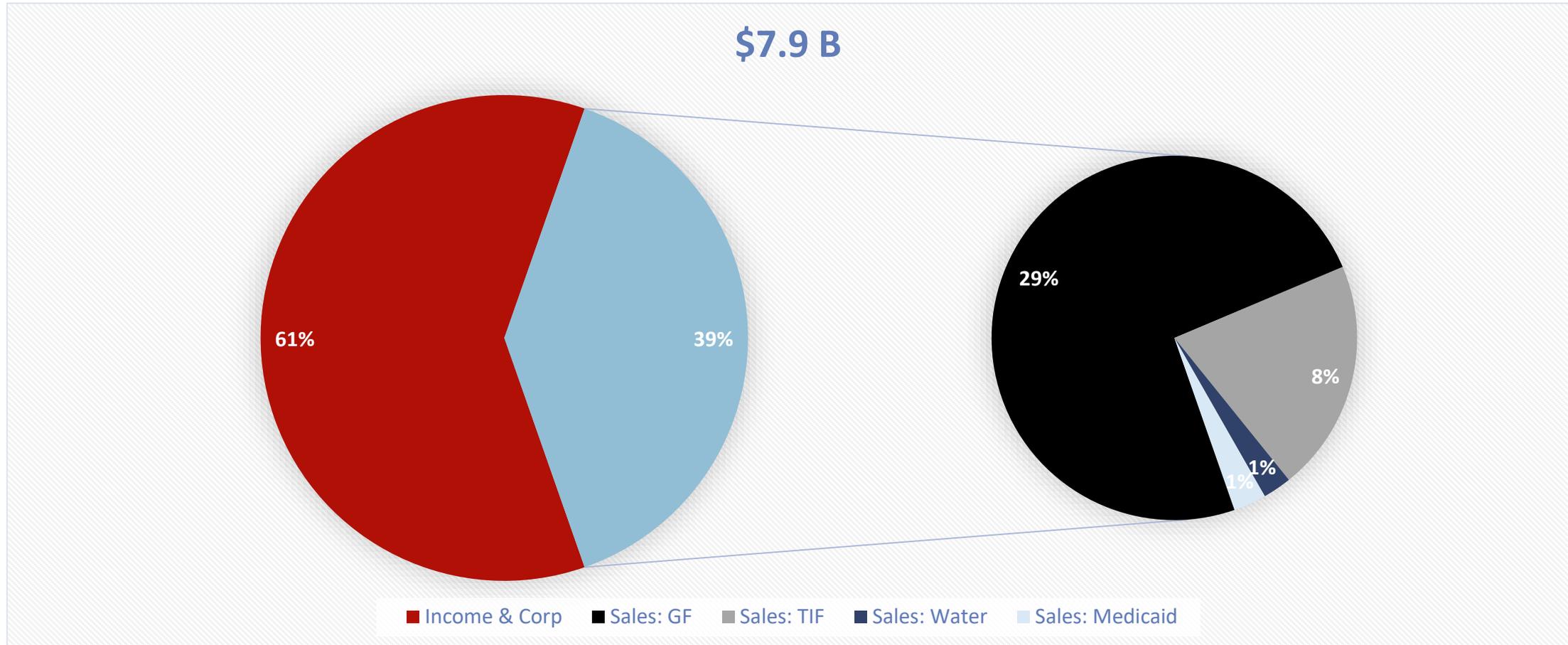


Source: Office of the Legislative Fiscal Analyst, Utah State Tax Commission

HISTORY OF TAX COLLECTIONS, 1932-2018



RELATIVE SHARE OF GF/EF/EARMARKS IN BUDGET



RESTORING GF/EF EQUALIBRIUM

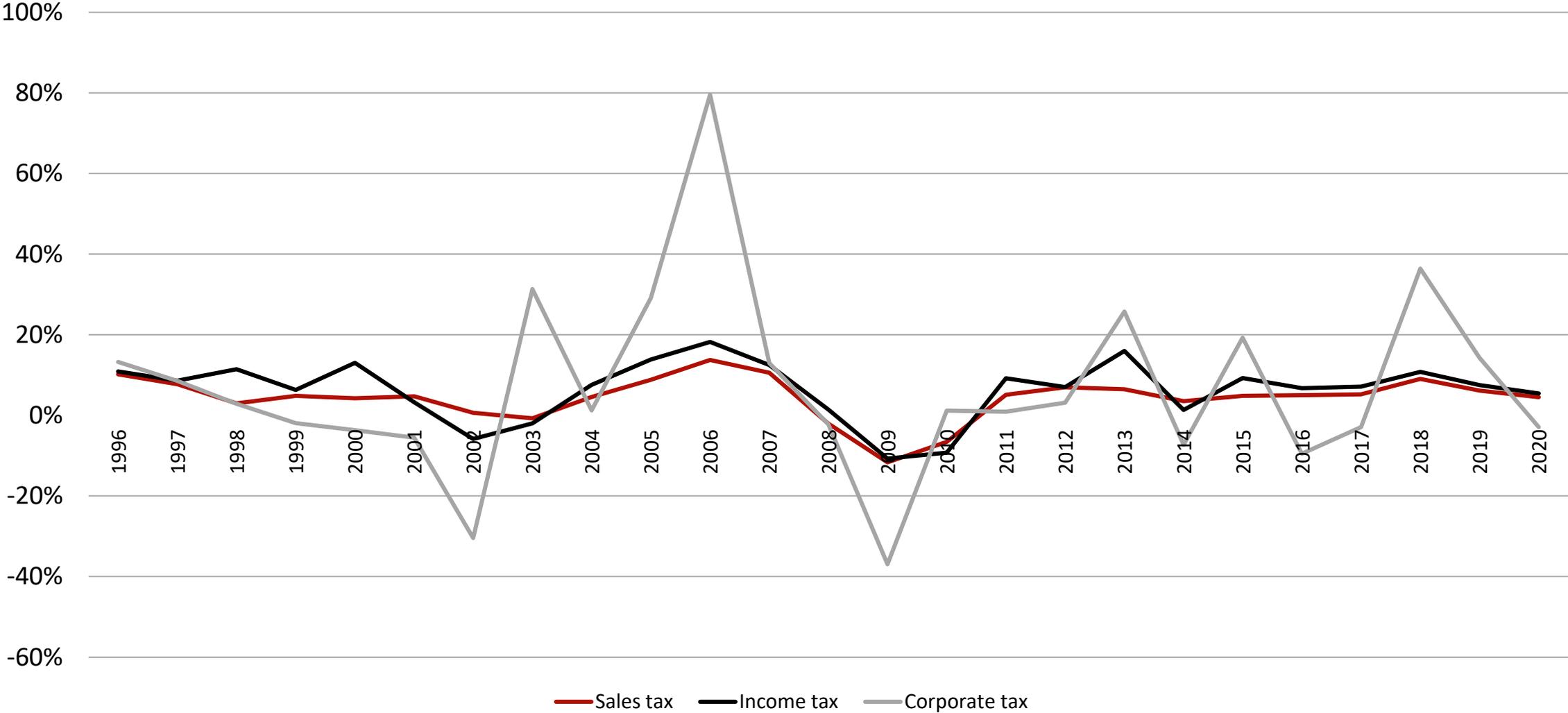
**Income and
Corporate Tax:**

4.95% to 3.55%
-1.4%

State Sales Tax:

4.85% to 6.75%
+1.9%

PERCENT CHANGE IN REVENUE COLLECTIONS, FY1996-2020

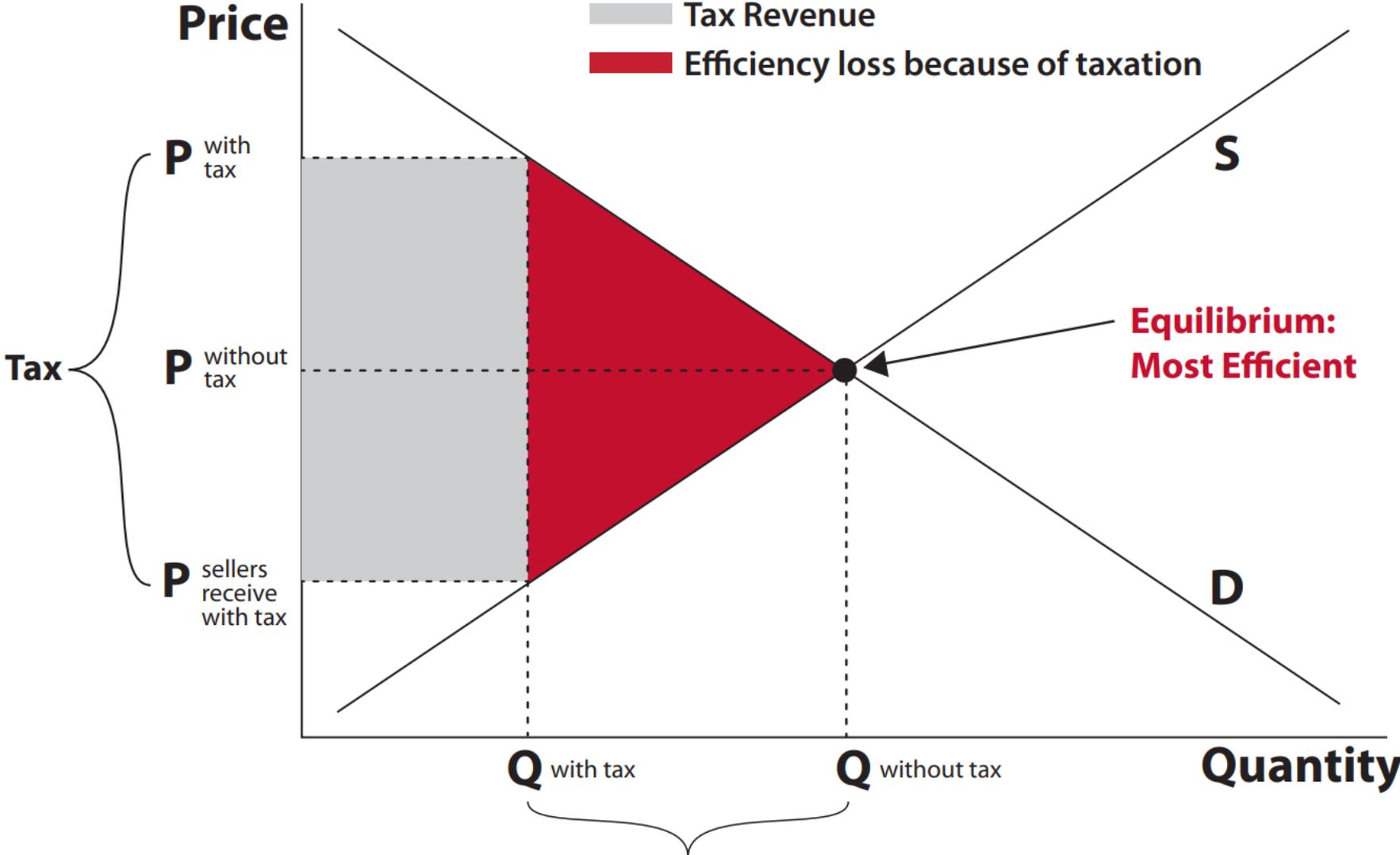


Source: Office of the Legislative Fiscal Analyst

EFFECTS OF INCOME TAX ON SAVING/INVESTING

- Consumption taxes (i.e. sales taxes) may affect consumption decisions. Income taxes may affect consumption, saving, and investing decisions.
- A tax on income reduces the returns to saving/investing
 - Individual income tax
 1. Original earning (i.e. salary/wage) taxed
 2. Returns to saving/investment taxed
 - Corporate income tax
 1. Corporation's income taxed
 2. Shareholder earnings taxed

DEADWEIGHT LOSS



Source: Gardner Policy Institute