

Support HF 3989/SF 3668 Enact pro-growth tax reforms

The Legislature should use federal tax conformity to move Minnesota out of the top five of highest taxed states on job creators.

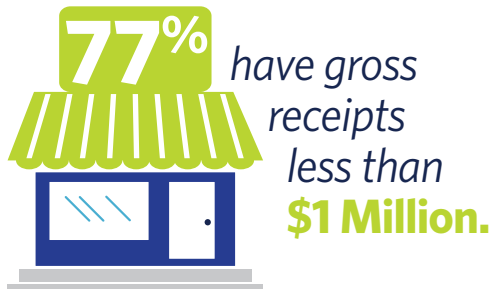
Federal tax conformity provides a tremendous opportunity to enact pro-growth tax reforms by lowering Minnesota's corporate tax rate – 3rd highest in the U.S. – to a more competitive level. Minnesota's rate is even higher than California, New York, New Jersey and Illinois.

A large body of economic research has documented that high corporate rates negatively impact investment, wages, and entrepreneurship – the very items needed for a strong and growing economy.

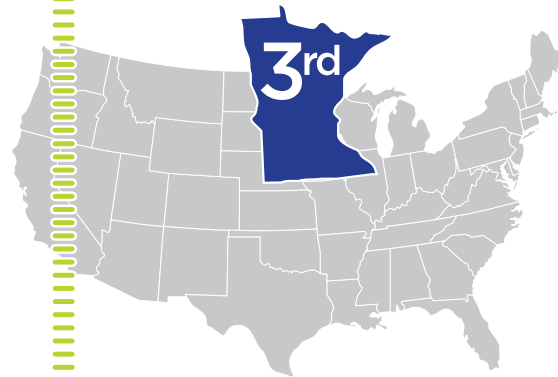
✓ **SOLUTION:** Reduce the regressive corporate tax rate that negatively impacts employees, consumers and job creators of all sizes – small, medium and large.

- Businesses of all sizes are a crucial part of Minnesota's economy.
- The vast majority of the 35,000 businesses paying taxes as C corporations are small businesses (96% have less than \$5 million in annual payroll). Companies with more than \$5 million in payroll comprise just 1.2% of total employers but pay more than 62% of total payrolls.

The corporate tax is regressive and ultimately paid by consumers in higher prices for goods and services, lower wages for employees and lower returns for investors.



Minnesota's top corporate income tax rate is 9.8% - the third highest in the nation.



Support HF 3989/SF 3668 to continue the legacy of entrepreneurship in Minnesota by lowering the corporate tax rate.

Businesses are already passing along federal tax savings to employees and customers through recent announcements of bonuses, wage increases, charitable giving, and increased investment. Legislators must seize the opportunity to use federal tax reform to enact pro-growth tax reforms by lowering the corporate tax rate to help grow Minnesota's economy benefiting all Minnesotans.



Albert Lea-Freeborn County Chamber of Commerce
Alexandria Lakes Area Chamber of Commerce
Apple Valley Chamber of Commerce
Associated Builders & Contractors
Austin Area Chamber of Commerce
Bemidji Area Chamber of Commerce
Brainerd Lakes Chamber
Building Owners & Managers Association
(BOMA) Duluth
Building Owners & Managers Association
(BOMA) Greater Minneapolis
Building Owners & Managers Association
(BOMA) Greater St. Paul
Burnsville Chamber of Commerce
Central Minnesota Manufacturers Association
Cloquet Area Chamber of Commerce
Dakota County Regional Chamber of Commerce
Duluth Area Chamber of Commerce
East Grand Forks/Grand Forks Chamber of Commerce
Eden Prairie Chamber of Commerce
Elk River Area Chamber of Commerce
Fairmont Chamber of Commerce
Faribault Area Chamber of Commerce & Tourism
Fergus Falls Area Chamber of Commerce
Grand Rapids Area Chamber of Commerce
Greater Mankato Growth, Inc.
Hastings Area Chamber of Commerce & Tourism Bureau
Hibbing Area Chamber of Commerce
Independent Community Bankers of Minnesota
Insurance Federation of Minnesota
International Falls Area Chamber of Commerce
Iron Mining Association of Minnesota
Lake City Chamber of Commerce
Lakeville Area Chamber of Commerce
Laurentian Chamber of Commerce
LifeScience Alley
Litchfield Chamber of Commerce
Lonsdale Chamber of Commerce
Marshall Chamber of Commerce
Metalcasters of Minnesota
MetroNorth Chamber of Commerce
Midwest Food Processors Association
Minnesota Agri-Growth Council, Inc.
Minnesota Association of REALTORS

Minnesota Bankers Association
Minnesota Beverage Association
Minnesota Business Partnership
Minnesota Cable Communication Association
Minnesota Chamber of Commerce
Minnesota Dental Association
Minnesota Forest Industries
Minnesota Grocers Association
Minnesota Lodging Association
Minnesota Mechanical Contractors Association
Minnesota Milk Producers Association
Minnesota Nursery & Landscape Association
Minnesota Pork Producers Association
Minnesota Precision Manufacturers Association
Minnesota Resort and Campground Association
Minnesota Restaurant Association
Minnesota Retailers Association
Minnesota Shopping Center Association
Minnesota Society of CPAs
Minnesota Trucking Association
NAIOP, the Commercial Real Estate
Development Association
National Federation of Independent Business
New Ulm Area Chamber of Commerce
North Hennepin Area Chamber of Commerce
Northfield Chamber of Commerce
Owatonna Area Chamber of Commerce & Tourism
Pipestone Area Chamber of Commerce
Printing Industry Midwest
River Heights Chamber of Commerce
Rochester Chamber of Commerce
St. Cloud Area Chamber of Commerce
Shakopee Chamber & Visitors Bureau
SouthWest Metro Chamber of Commerce
Tri-State Manufacturing Association
Twin Cities North Chamber of Commerce
TwinWest Chamber of Commerce
Waconia Chamber of Commerce
Waseca Area Chamber of Commerce
White Bear Area Chamber of Commerce
Willmar Lakes Area Chamber of Commerce
Winona Area Chamber of Commerce
Woodbury Chamber of Commerce
Worthington Area Chamber of Commerce



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