

Three dumb arguments against tax reform

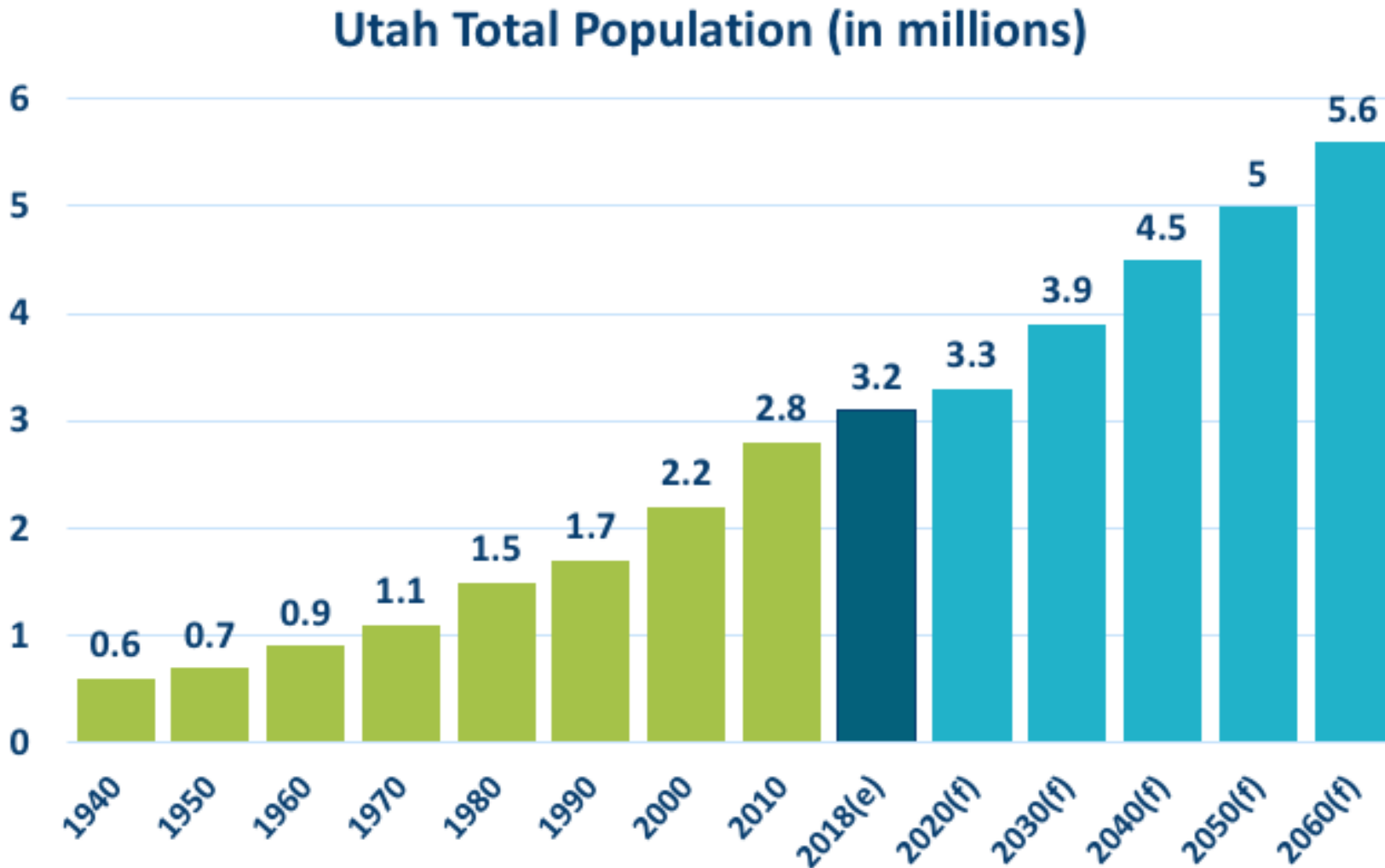
1. Taxes are evil.
2. I'm so special that the tax and regulatory burden should fall more heavily on other taxpayers.
3. The current system is unfair in my favor.



Why Modernize Utah's Tax Structure?

Utah's Core Challenge:

Maintain High Quality of Life With Population Growth



Who Are These New People?

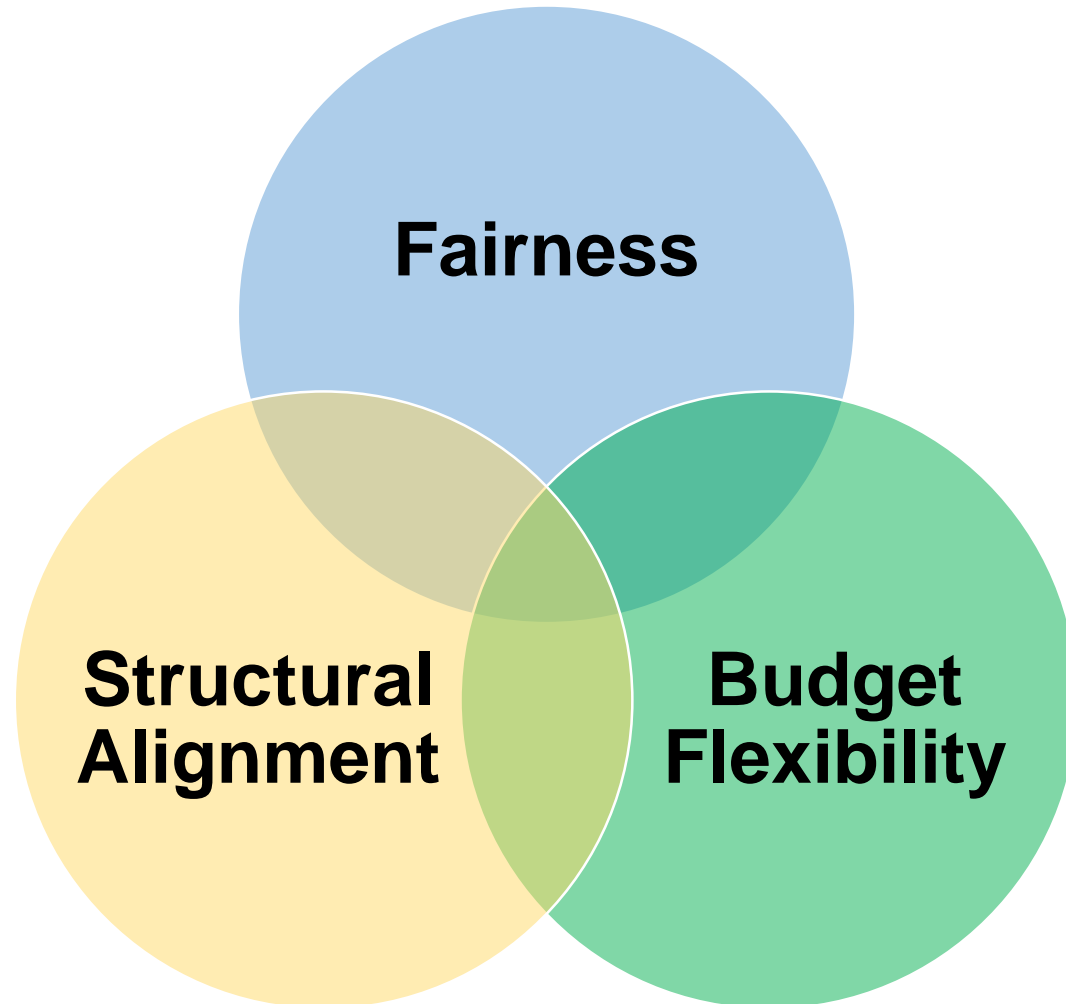


Fiscal Sustainability

How do we ensure that the state's taxpayers and the State of Utah and its local governments remain on a long-term road to fiscal sustainability?

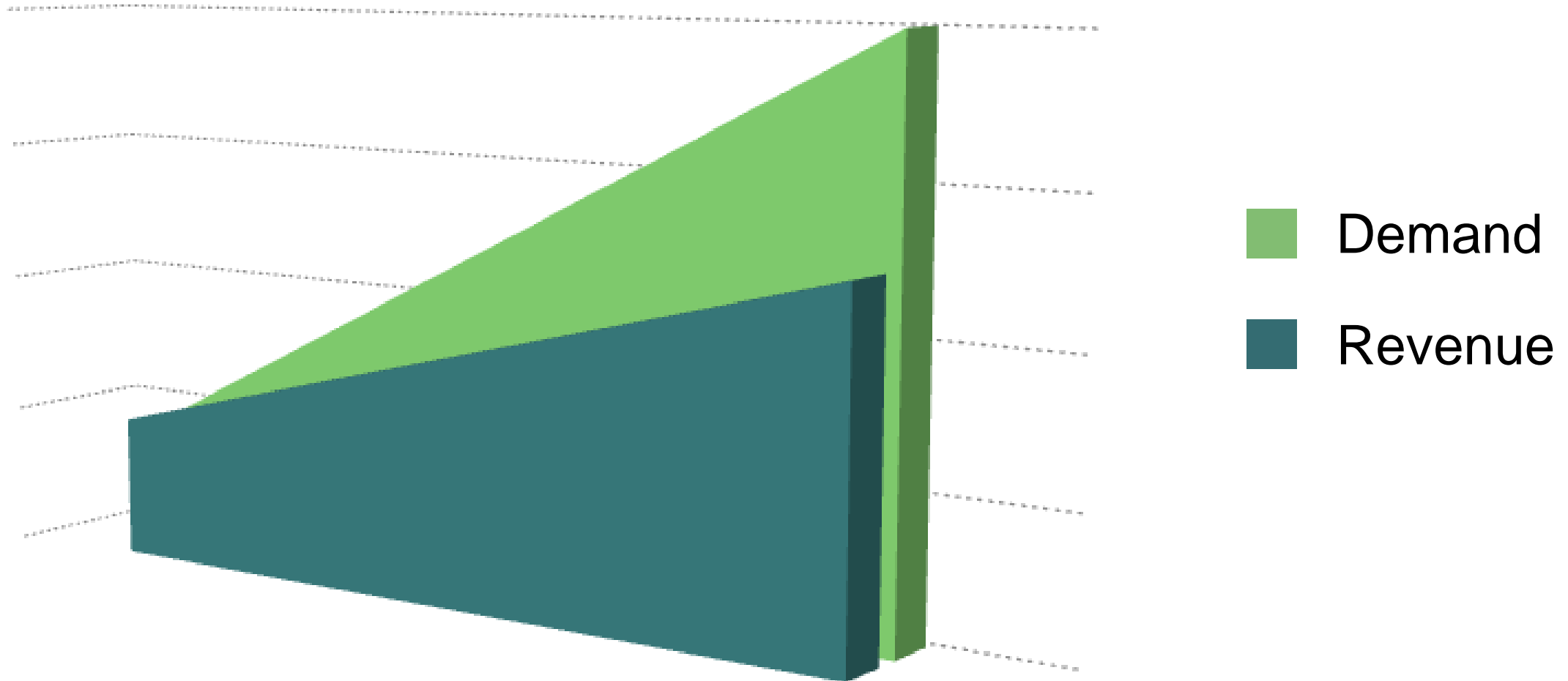


Critical Elements of a Meaningful Long-Term Solution



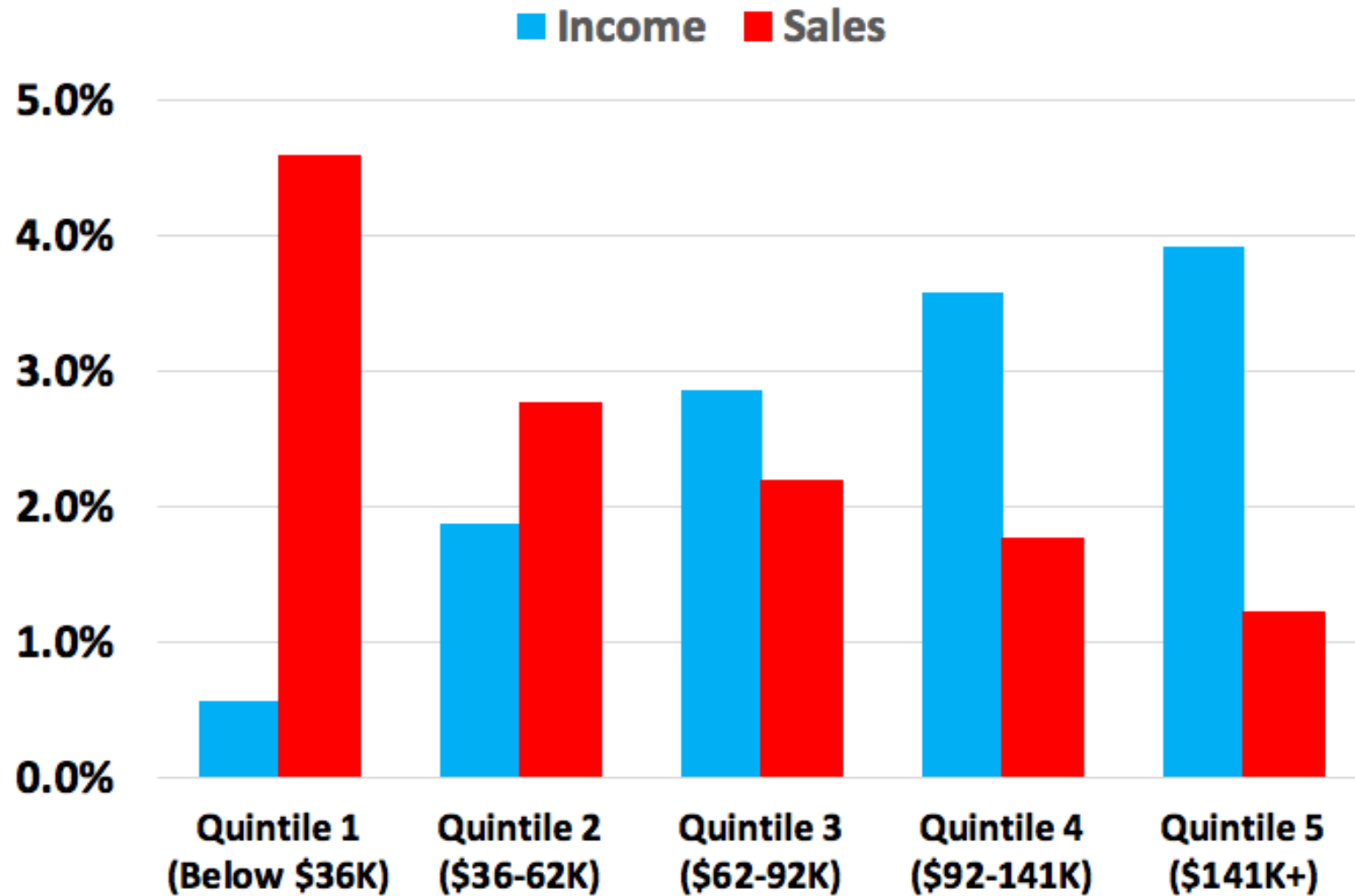
Effective & Efficient Government

GOVERNMENT SERVICES



Fairness

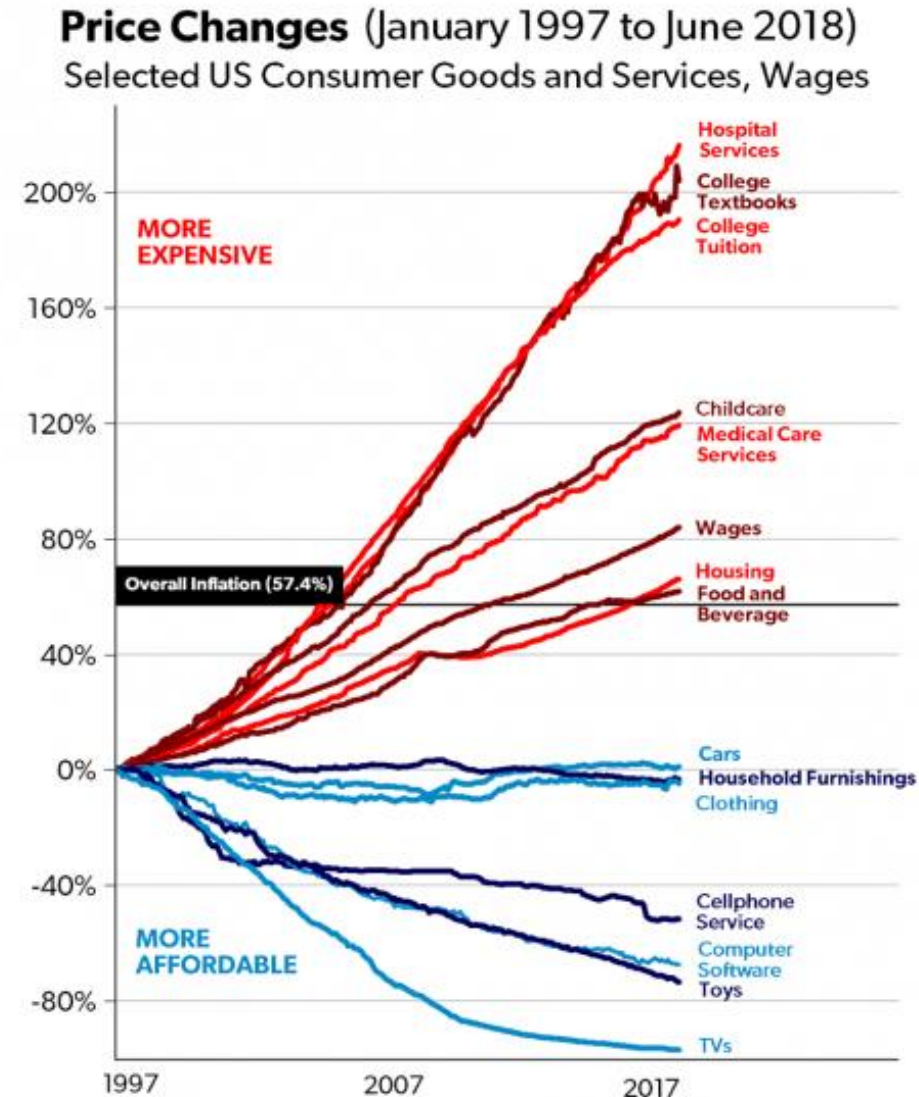
ESTIMATED INDIVIDUAL INCOME TAX AND SALES TAX AS A PERCENT OF INCOME, BY HOUSEHOLD INCOME LEVEL



Each quintile represents about 200,000 households

Structural Alignment

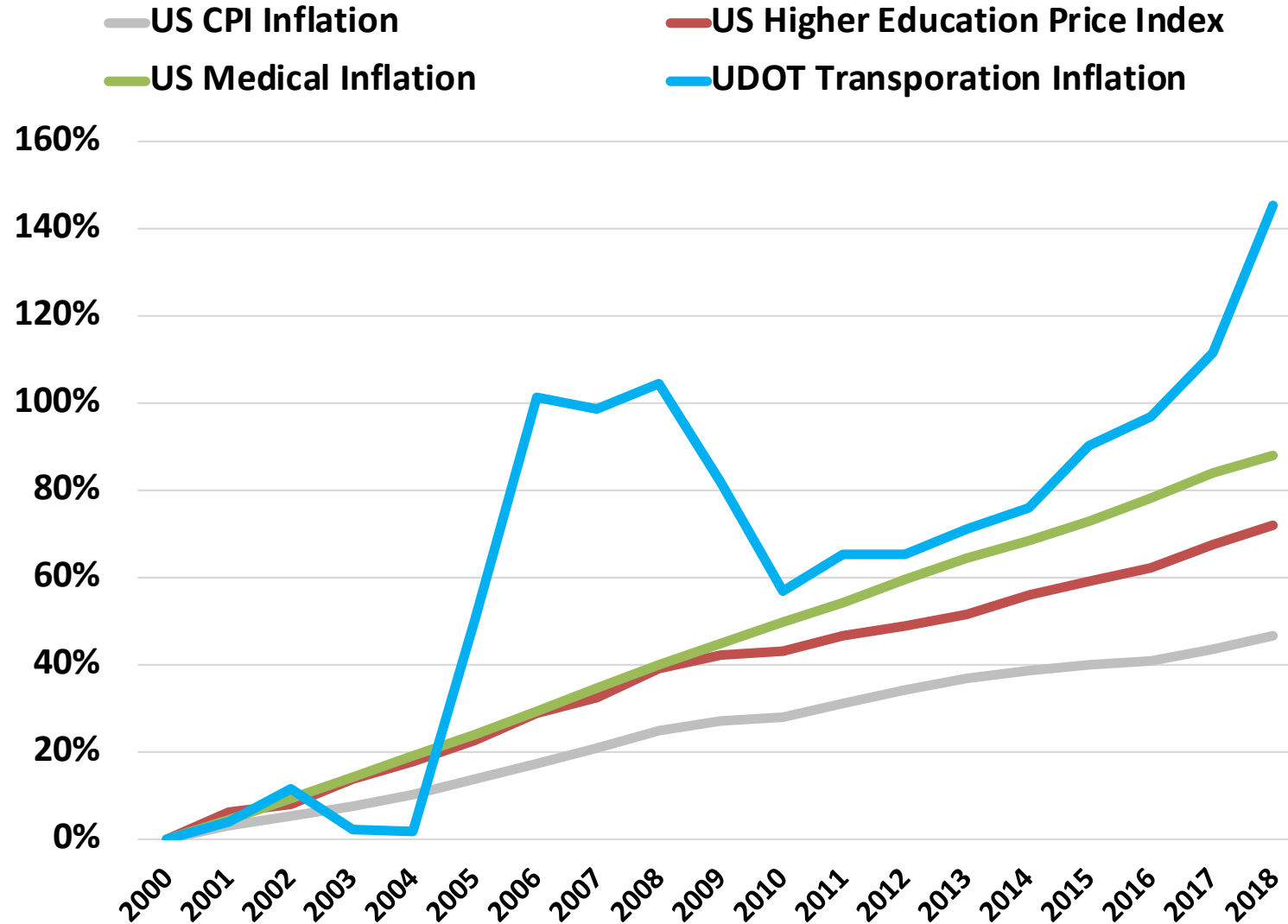
Price Changes in US Economy



Source: BLS

Carpe Diem **AEI**

Comparisons of Inflation Measures From 2000 to 2018



Sales Tax Base Will Continue to Change in the Future (One Example)

Ford is working on an all-electric version of its F-150 pickup truck



G.M. Says Its Driverless Car Could Be in Fleets by Next Year



General Motors says its Cruise AV, with no steering wheel or pedals, could be ready for commercial ride services next year if it gets the necessary federal and state approvals. G.M.

BUSINESS | JOURNAL REPORTS: LEADERSHIP

The End of Car Ownership

Ride sharing and self-driving vehicles will redefine our relationship with cars. Auto makers and startups are already gearing up for the change.

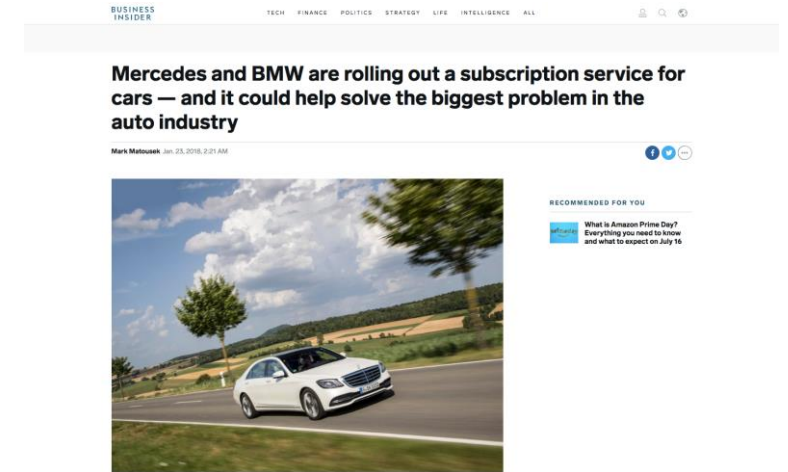


NHTSA shuts down 'unlawful' autonomous school bus transporting kids in Florida

The shuttle has been running since the beginning of the school year



Waymo One, the first commercial robotaxi service, is now picking up passengers in Arizona



Technology
Ford to Sell Driverless Cars to Public by 2025, CEO Says
Bloomberg

Climate-Changed

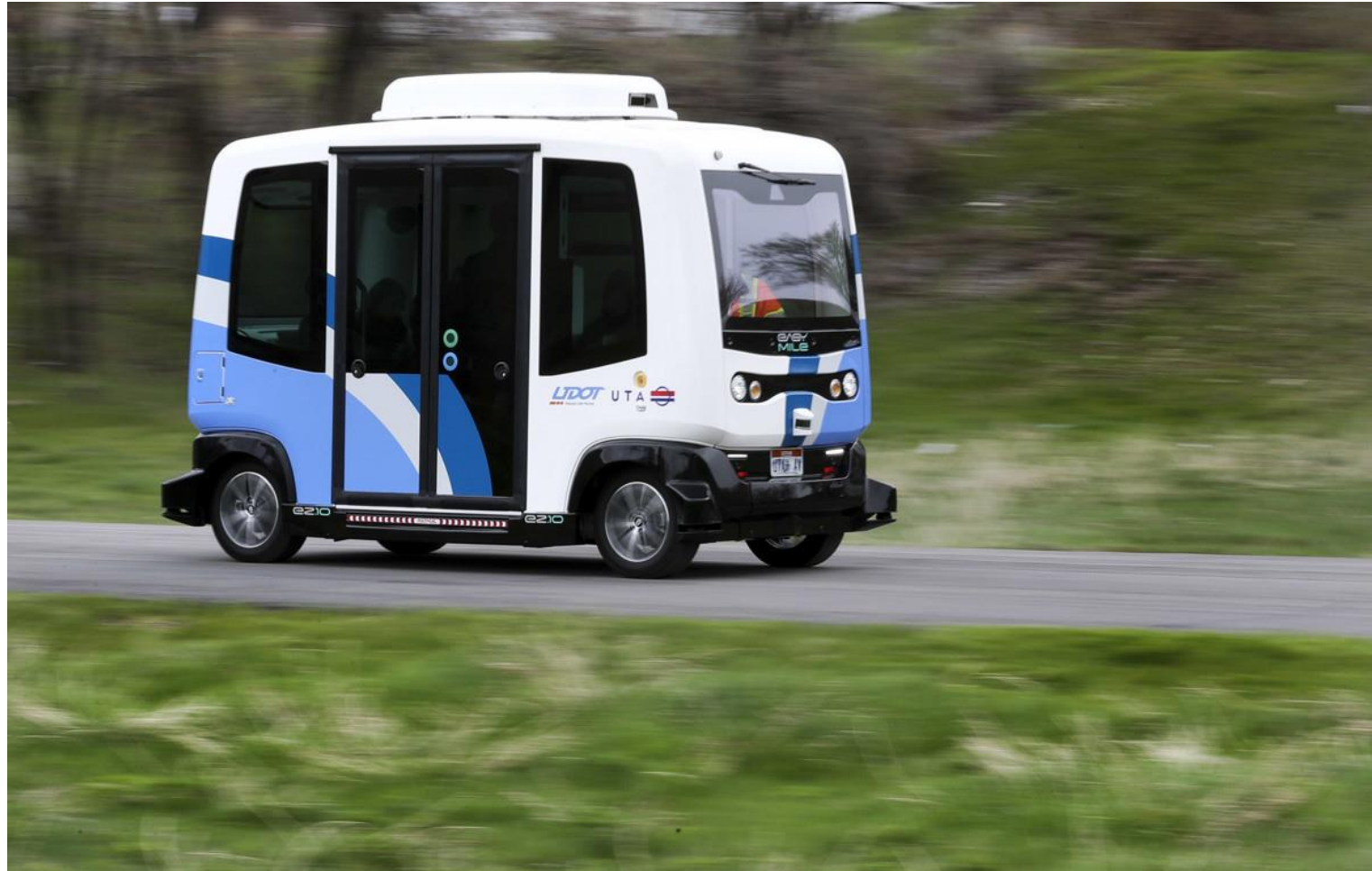
One in Six New Cars in the World Will Be Electric By 2025

A robotics expert predicts that kids born in 2017 will never drive a car

But Not in Utah....Right?

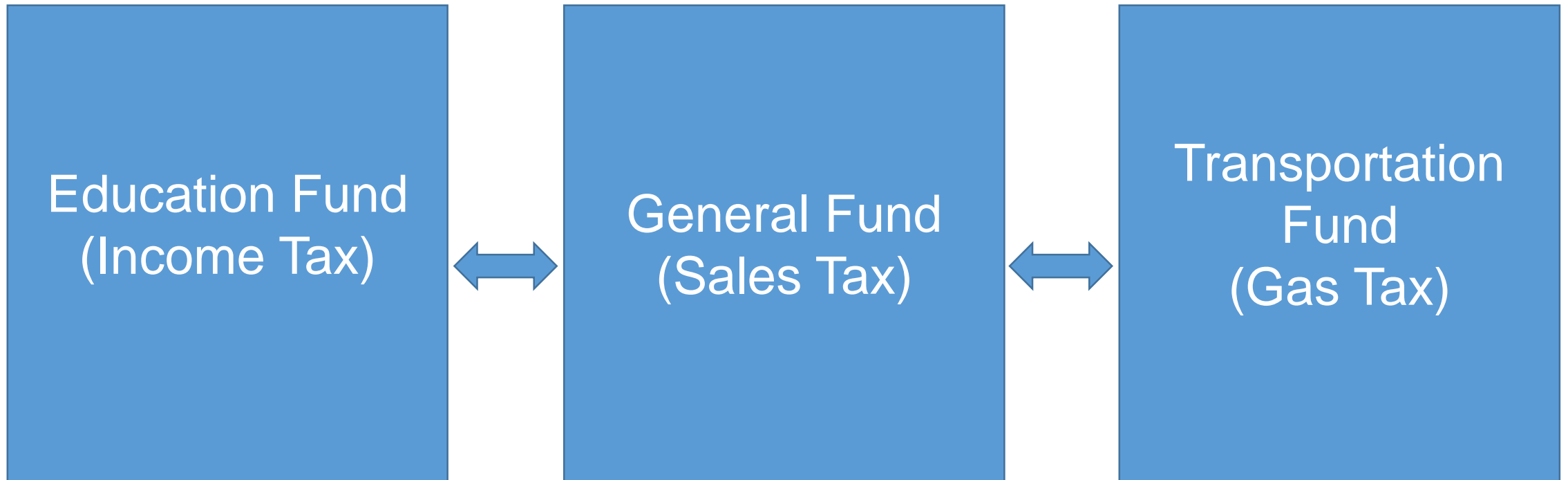
[DESERET NEWS](#)

Utah joins national effort for self-driving transportation, tests autonomous shuttle

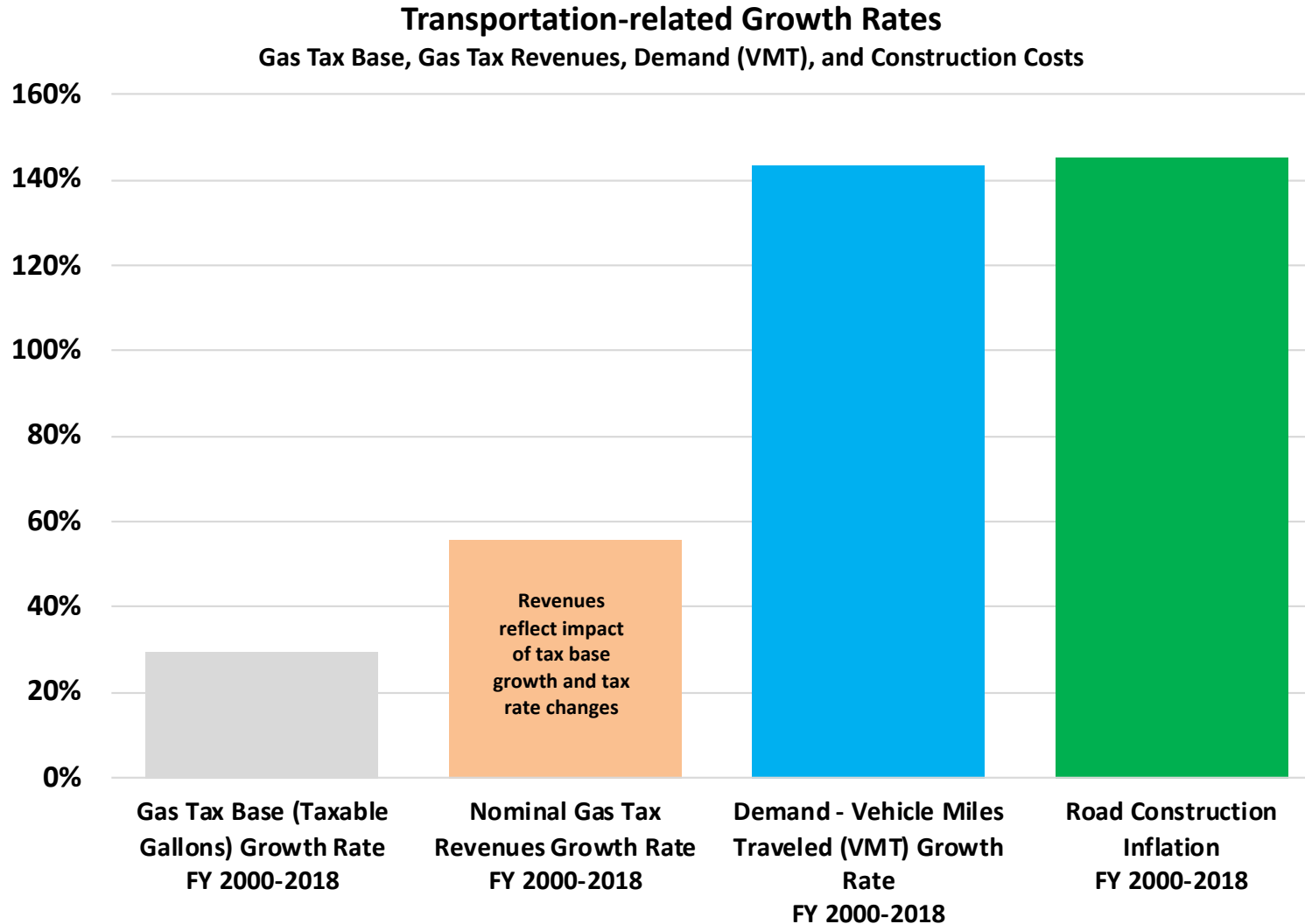


Budget Flexibility

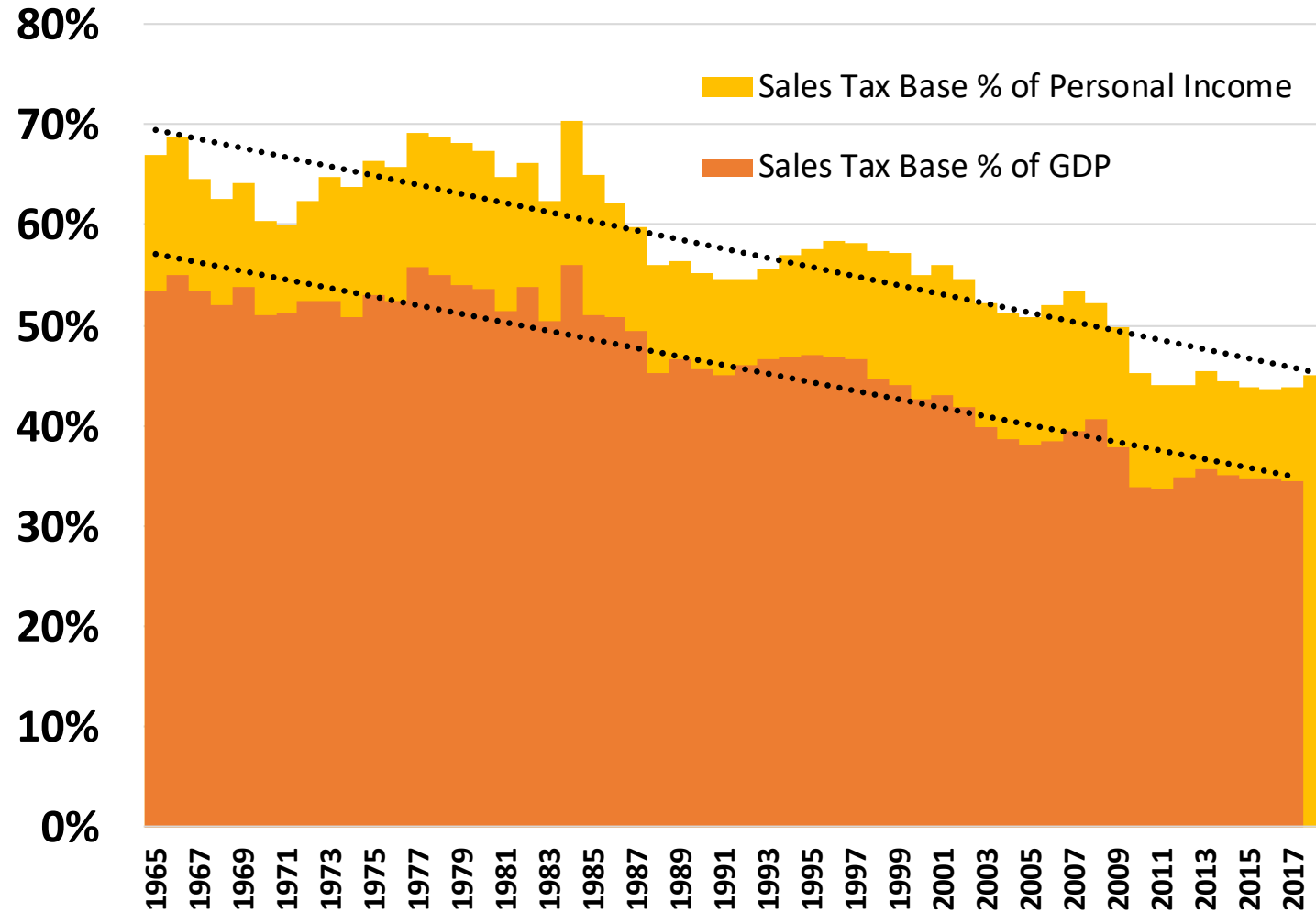
Balancing Among State's Major Funds



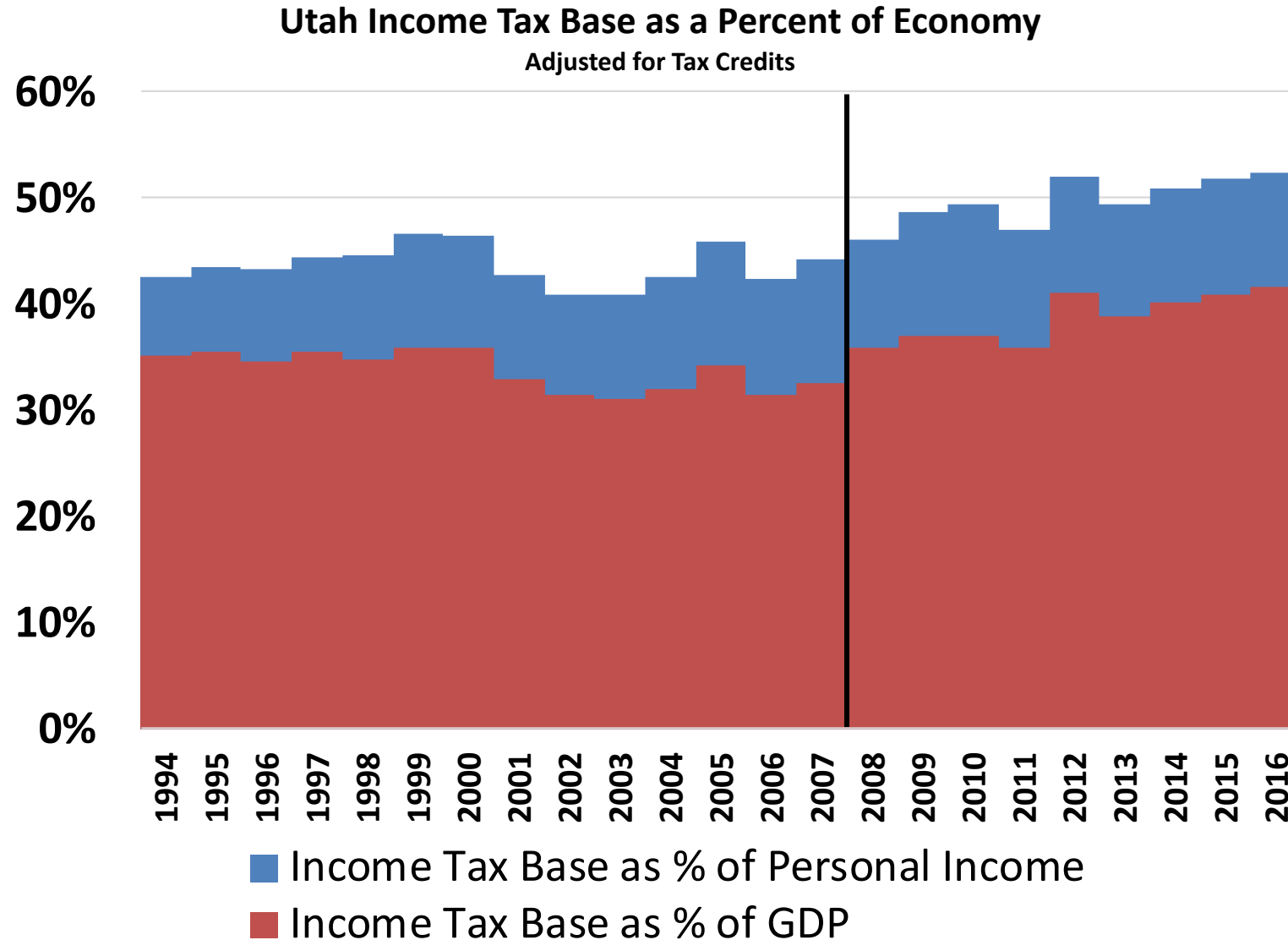
Gas Tax Base - Poorly Aligned with Economy



Sales Tax Base - Poorly Aligned with Economy



Individual Income Tax Base - Well Aligned with Economy



Property Tax Base - Well Aligned with Economy

