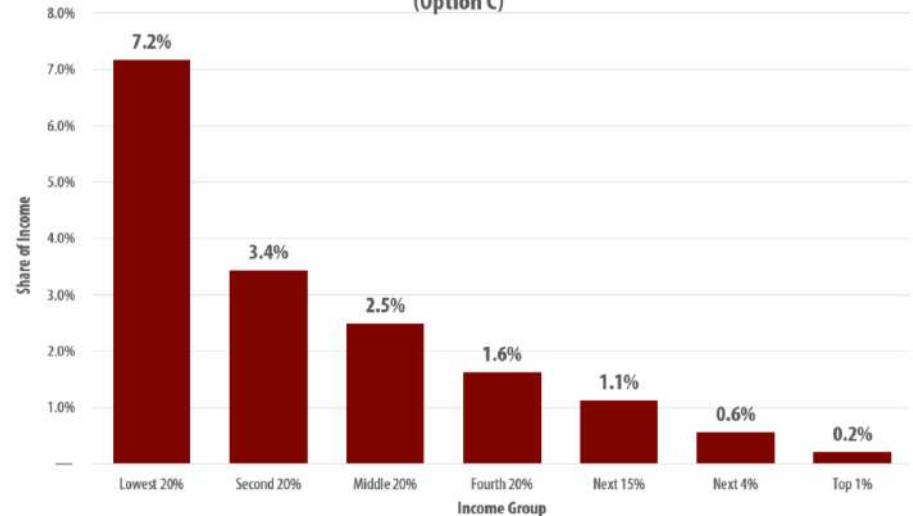


# Why Alaska should reinstate broad based taxes

- The current 10-year plan projects an average of **\$1.8B in annual deficits** over the next decade
- PFD cuts have the **“largest adverse impact”** on the overall Alaska economy and families of all of the revenue options
- Designed correctly, a broad based tax instead can **spread the burden equitably**, with a low impact on the economy & families

## #WhoPays?

Figure 5: Reduce Permanent Fund dividend by \$784 per person (Option C)



Source: Institute on Taxation and Economic Policy, April 2017. Modeled in a Tax Year 2016 economy, modified to assume a baseline Permanent Fund Dividend payout of \$2,200 per person. In this scenario, the PFD is reduced to \$1,416 per person.