

Coalition Urges Support for Income Tax Phase Out

March 10, 2020

AMERICANS
for TAX REFORM

To: Members of the Arizona House of Representatives
Arizona State Capitol Complex
1700 W Washington St
Phoenix, AZ 85007

AMERICAN COMMITMENT

Re: Support House Bill 2752, Income Tax Phase Out

ARIZONA
free enterprise
CLUB

Dear Representative,



We, the undersigned organizations dedicated to low taxes and limited government, urge you to support House Bill 2752, pro-growth legislation that would phase out the state income tax over time through the use of revenue triggers. If implemented, this bill would be a huge win for hardworking individual taxpayers, families, and small business across the Grand Canyon State.



While Arizona's income tax may seem competitive when compared to liberal California, lawmakers should not forget that it is competing with the rest of the country as well. Currently, nine states do not impose income taxes on wages.



Putting Arizona's income tax on the path to zero would be a smart move. The Tax Foundation's [Business Tax Climate Index](#) consistently ranks states without individual income taxes as having friendlier business tax climates. In the [2020 edition](#), five – Wyoming (1st), South Dakota (2nd), Alaska (3rd), Florida (4th), Nevada (7th) – of the top 10 best tax climates are no income tax states. The American Legislative Exchange Council's [Rich States, Poor States](#) continues to [find](#) that “states with lower taxes, especially those that avoid personal income taxes, have seen significantly better rates of in-migration than states with high income tax rates.”



In addition to making Arizona a more attractive place to live, invest, and do business, HB 2752 would also allow individual taxpayers and families keep more of their hard-earned money, and would let small businesses who file their taxes under the individual code invest more in jobs and wages.



HB 2752 would responsibly phase out the state income tax over time, bringing new jobs and opportunities to the Grand Canyon State. This is sound policy, smart politics, and would make Arizona the model for other states to copy. For these reasons, we support HB 2752 and urge you to vote YES.

Sincerely,

Grover Norquist

President

Americans for Tax Reform

Phil Kerpen

President

American Commitment

Scot Mussi

President

Arizona Free Enterprise Club

Lisa B. Nelson

CEO

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Stephen Shadegg

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Americans for Prosperity Arizona

Jason Pye

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Carlos Alfaro

Director of Coalitions

The Libre Initiative Arizona

Tim Andrews

Executive Director

Taxpayers Protection Alliance