

# FAIR TAX FOR ILLINOIS

FAIR  
TAX  
NOW

Responsible  
Budget  
Coalition

## THE ILLINOIS INCOME TAX STRUCTURE IS POORLY DESIGNED AND UNSUSTAINABLE



- ▶ Illinois is one of only eight states in the U.S. that has a flat income tax structure and is **one of only four states** that constitutionally requires a flat income tax.
- ▶ The federal government and 33 states, including Iowa, Missouri, Kentucky, and Wisconsin, have **a fair tax structure**.
- ▶ For the past several decades, virtually **all income growth has been made at the top income levels**. A flat tax fails to capture that growth.

## REPAIRING THE DAMAGE CREATED BY THE BUDGET CRISIS



- ▶ **42,800 fewer students** were enrolled at public universities and colleges in the Chicago area. (IEPI)
- ▶ **18,900 fewer students** were enrolled at public universities and colleges across Southern Illinois. (IEPI)
- ▶ **30,000 fewer children** received child care assistance. (IEPI)
- ▶ In 2016, **more than 3,600 adults and 4,200 children seeking shelter due to domestic violence** were turned away because of shelter closings, staff reductions, and termination of programs. (CFW)
- ▶ **90 percent of homeless service providers had to limit intake**, reduce or eliminate services, lay-off staff, eliminate programs, and/or close sites. (CFW)

# TAX RELIEF FOR MIDDLE CLASS & WORKING FAMILIES

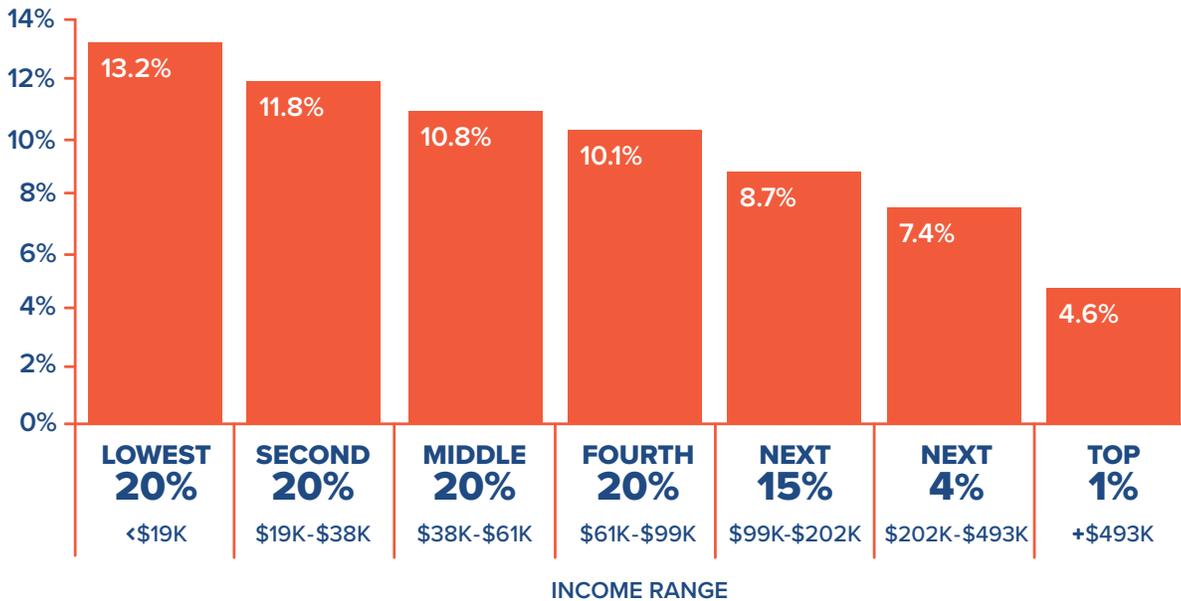


A flat tax is an unfair tax policy that unduly **burdens middle class and working families**. Currently, these families spend a higher percentage of their total income on local and state taxes than wealthy taxpayers. **A fair tax could provide a tax cut to more than 90 percent of tax payers in Illinois.**

Illinois needs a long-term solution to our state's fiscal problems—now. A fair tax, with lower rates for the middle class and higher rates for higher incomes, is needed to ensure financial stability and get our fiscal house in order.

## TOTAL STATE & LOCAL TAXES PAID AS A SHARE OF INCOME, 2015 (ITEP)

Shares of Family Income For Non-elderly Taxpayers



### ILLINOISANS WANT A FAIR TAX

According to a 2018 poll conducted by the Paul Simon Public Policy Institute at SIU Carbondale, 72 percent of people in Illinois support amending the constitution to allow for a fair tax.

This includes 51 percent of Republicans, 68 percent of people living down-state, and 66 percent of individuals earning over \$100,000.

### A FAIR TAX WOULD IMPROVE THE LIVES OF ILLINOISANS

Providing Illinois with the revenue needed for public investment must come first. As seen throughout the two years that Illinois went without a budget, families, businesses, social service providers, and schools suffer when there isn't enough revenue.

A fair tax could raise an additional \$2 billion in revenue while providing a tax cut for 90 percent of Illinoisans.