

PUBLIC INTEREST INSTITUTE

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After the Income Tax Cut: Iowa Population

In 1997 the Iowa Legislature adopted a 10% cut in the state's personal income tax rates, bringing the top income tax rate down to 8.98%, and reducing all other tax rates by 10% as well. This income tax cut took effect in 1998.

This year, the 10th anniversary of the tax cut, Public Interest Institute has examined the results of the tax cut.

- Looking at the state's population, Iowa has continued to grow, but at a slower pace. In the nine years prior to the tax cut, Iowa's population grew by a net gain of 120,529. In the nine years after the tax cut, Iowa's population has grown by a net gain of 79,213 citizens.

Iowa Population

Year	Population	Year	Population
1989	2,770,590	1998	2,902,872
1990	2,781,018	1999	2,917,634
1991	2,797,613	2000	2,928,703
1992	2,818,401	2001	2,932,151
1993	2,836,972	2002	2,935,295
1994	2,850,746	2003	2,942,070
1995	2,867,373	2004	2,953,679
1996	2,880,000	2005	2,965,524
1997	<u>2,891,119</u>	2006	<u>2,982,085</u>
Total net gain	120,529		79,213

Source: US Department of Commerce, Bureau of Economic Analysis

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