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Gross State Product 1997-2007

How does the state of Iowa compare in gross state product growth to states that do not have a personal income tax? The figures below show the growth in gross state product from 1997 to 2007 in Iowa, seven states — Alaska, Florida, Nevada, South Dakota, Texas, Washington, and Wyoming — that do not impose a state personal income tax, and two additional states — New Hampshire and Tennessee — that tax only dividend and interest income.

- Iowa ranks near the bottom for growth in gross state product, or economic output by the state, with only New Hampshire ranking lower. Iowa's growth in gross state product was just over half of that of the top two non-personal-income tax states — Nevada and Wyoming.

Nevada	112.3%
Wyoming	111.4%
Texas	90.5%
Florida	87.6%
Alaska	77.9%
Washington	74.5%
South Dakota	71.3%
Tennessee	59.0%
Iowa	57.5%
New Hampshire	56.8%

Source: Arthur B. Laffer, Stephen Moore & Jonathan Williams, "Rich States, Poor States: ALEC-Laffer State Economic Competitiveness Index," 2nd Edition, 2009.

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