Reaganomics vs. Obamanomics
Growth Gap – $3.1 Trillion vs. Reagan and $1.8 Trillion vs. Average

Source: BEA/FRED
The Power of an Expanding Economy

Federal debt held by the public as a share of GDP, 1930-2047, CBO projection (assuming 1.9% growth) and adjusted projection (3%)

Sources: Congressional Budget Office, The Wall Street Journal
The Greatest Story Never Told

**S&P 500 INDEX: REAL* & NOMINAL PRICE RETURNS**

*Does not include dividends. Consumer price index used to deflate S&P 500 Index. CPI data, when unavailable, are a Laffer Associates estimate. Source: S&P, BLS, BL.

**ANNUALIZED PRICE RETURNS (GROSS)**

<table>
<thead>
<tr>
<th>Period</th>
<th>Nominal</th>
<th>Real</th>
</tr>
</thead>
<tbody>
<tr>
<td>S&amp;P 500 Index</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Jan-66 to Present</td>
<td>6.4%</td>
<td>2.3%</td>
</tr>
<tr>
<td>Jan-66 to Jul-82</td>
<td>0.5%</td>
<td>-6.1%</td>
</tr>
<tr>
<td>Jul-82 to Aug-00</td>
<td>16.1%</td>
<td>12.5%</td>
</tr>
<tr>
<td>Aug-00 to Present</td>
<td>2.5%</td>
<td>0.5%</td>
</tr>
<tr>
<td>DJIA Index</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Jan-66 to Present</td>
<td>6.0%</td>
<td>1.9%</td>
</tr>
<tr>
<td>Jan-66 to Jul-82</td>
<td>-1.5%</td>
<td>-7.9%</td>
</tr>
<tr>
<td>Jul-82 to Aug-00</td>
<td>16.0%</td>
<td>12.4%</td>
</tr>
<tr>
<td>Aug-00 to Present</td>
<td>3.5%</td>
<td>1.5%</td>
</tr>
</tbody>
</table>

**Returns calculated from intra-month highs/lows.**
America’s Oil Boom

Growth in Oil & Gas Employment Outpaces the Rest of the Economy

Source: FRED, Federal Reserve Bank of St. Louis
The Falling Cost of Energy

Source: Energy Information Administration

Cushing, OK WTI Spot Price FOB (Dollars per Barrel)
The growth in oil & gas production in the eight years exceeds by nearly two fold the total current production of energy from all renewable resources (excluding hydro dams). Most recent annual data through 2015.

Source: Energy Information Administration, Monthly Energy Review
Don’t Forget to Turn the Lights On
Red States vs Blue States

Absolute Domestic Migration Over 10 Years

Texas: 1,475,425
Florida: 779,441
New York: -1,381,449
California: -1,103,301

Rich States Poor States, ALEC
During and After Recession
Texas - 1.1 Million Jobs Created
Rest of the U.S. - 350 Thousand Jobs Lost

Carrying The Load In The Lone Star State
Not counting Texas, fewer people are employed across the U.S. since the last recession started in late 2007


Source: Texas Public Policy Foundation
## State Economic Outlook Ranking

<table>
<thead>
<tr>
<th>Rank</th>
<th>Top Ten States</th>
<th>Rank</th>
<th>Bottom Ten States</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>Utah</td>
<td>41.</td>
<td>Oregon</td>
</tr>
<tr>
<td>2.</td>
<td>Indiana</td>
<td>42.</td>
<td>Maine</td>
</tr>
<tr>
<td>3.</td>
<td>North Carolina</td>
<td>43.</td>
<td>Hawaii</td>
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<tr>
<td>4.</td>
<td>North Dakota</td>
<td>44.</td>
<td>Illinois</td>
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<tr>
<td>5.</td>
<td>Tennessee</td>
<td>45.</td>
<td>Minnesota</td>
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<tr>
<td>6.</td>
<td>Florida</td>
<td>46.</td>
<td>Connecticut</td>
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<tr>
<td>7.</td>
<td>Wyoming</td>
<td>47.</td>
<td>California</td>
</tr>
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<td>8.</td>
<td>Arizona</td>
<td>48.</td>
<td>New Jersey</td>
</tr>
<tr>
<td>9.</td>
<td>Texas</td>
<td>49.</td>
<td>Vermont</td>
</tr>
<tr>
<td>10.</td>
<td>Idaho</td>
<td>50.</td>
<td>New York</td>
</tr>
</tbody>
</table>

**Source:** ALEC, Rich States Poor States, 2017
Low Rates = more revenue
“In short, it is a paradoxical truth that tax rates are too high today and tax revenues are too low and the soundest way to raise the revenues in the long run is to cut the rates now.”

- John F. Kennedy

Address to the Economic Club of New York December 14, 1962
High Corporate Taxes Make the U.S. Uncompetitive

U.S. Corporate Tax Rate v. Average for Developed Countries

Past performance is no guarantee of future results.

Note: The bars are the average tax rate in the rest of the world.
Source: OECD Tax Policy Analysis
Tax Hikes Under Obama

- **Death Tax**
  - Old Rate: 35%
  - Obama Rate: 40%
- **Dividends**
  - Old Rate: 15%
  - Obama Rate: 23.8%
- **Capital Gains**
  - Old Rate: 15%
  - Obama Rate: 23.8%
- **Income Tax Rate**
  - Old Rate: 35%
  - Obama Rate: 43.4%
Current vs. Donald Tax Rate Comparison

Source: Tax Foundation
Top 1 Percent Contributes As Much As Bottom 95 Percent

Past performance is no guarantee of future results.

Source: Internal Revenue Service, Statistics on Income, “Number of Returns, Shares of AGI and Total Income Tax, AGI Floor on Percentiles in Current and Constant Dollars, and Average Tax Rates,” Table 1. Available at: http://www.irs.gov/taxstats/indtaxstats/article/0,,id=133521,00.html
Rich Pay More Than Their Fair Share

2015 Income and Income Tax Shares

10-Year Treasury Note yield
February 1962 to February 2017

Source: Board of Governors of the Federal Reserve System (US)
fred.stlouisfed.org
REAL INTEREST RATE ON 10-YEAR U.S. BONDS
January 2003 to February 2017

10-Year Treasury Inflation-Indexed Security, Constant Maturity

Source: Board of Governors of the Federal Reserve System (US)
fred.stlouisfed.org
Education and Medical Prices Increase While Import Prices Drop

Ten Year Inflation, Ending December 2016

Source: Bureau of Labor Statistics
Past performance is no guarantee of future results. Based on data from the Census Bureau and the Department of Labor.
Past performance is no guarantee of future results.
High Technology
Economic Freedom and Income

Source: 2015 Index of Economic Freedom, The Heritage Foundation
Free Countries are Wealthier and Healthier

GDP per Capita, PPP, 2005 (Constant 2000 International $)

$25,062
$13,789
$6,404
$5,062

Life Expectancy at Birth, 2005

Most Free
Second
Third
Least Free


Past performance is no guarantee of future results.